City of Saginaw, Texas

Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2019

City of Saginaw

Prepared By
The City of Saginaw, Texas
Finance Department

City of Saginaw

City of Saginaw, Texas
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2019
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Introductory Section

City of Saginaw

City of Saginaw

City of Saginaw

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Saginaw, Texas 76179
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www.ci.saginaw.tx.us

January 21, 2020
Honorable Mayor Todd Flippo,
Members of the City Council,
City of Saginaw, Texas

The Saginaw City staff is pleased to submit the Comprehensive Annual Financial Report of the City of Saginaw, Texas, for the fiscal year ended September 30, 2019. The purpose of the report is to provide the Council, management, staff, public and other interested parties with detailed information reflecting the City's financial condition.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data is accurate in all material respects and is presented in a manner that fairly sets forth the financial position and results of operations of the City. We also believe that all disclosures necessary to enable the reader to gain an understanding of the City's financial affairs have been included. The financial statements included in the report were prepared by the General Administrative Office in accordance with generally accepted accounting principles for local governments as prescribed by the Governmental Accounting Standards Board (GASB).

Weaver and Tidwell, L.L.P., Certified Public Accountants, have issued an unmodified ("clean") opinion on the City's financial statements for the year ended September 30, 2019. The independent auditor's report is located at the front of the financial section of this report.

The Financial Section includes the Management's Discussion and Analysis (MD&A). The MD&A is a narrative introduction, overview, and analysis to accompany the basic financial statements. This letter of transmittal is designed to complement and should be read in conjunction with the MD&A.

The Reporting Entity

The City of Saginaw sits solidly in the heart of the Dallas-Fort Worth Metroplex. Saginaw remains an agribusiness center for much of Texas with some of the largest grain storage facilities in the United States.

The City of Saginaw is located in Tarrant County, nine miles north of downtown Fort Worth and 37 miles west of Dallas. The Fort Worth Federal Bureau of Printing and Engraving facility is located six-tenths of a mile from Saginaw. The Alliance Airport and Texas Motor Speedway are also located just north of Saginaw (within 14 miles). The City's corporate boundaries comprise a total of approximately 7.75 square miles. Saginaw's population from the 1990 Census was 8,551. The 2000 Census was 12,374 and the 2010 Census was 19,806. The 2019 population estimate is 22,380.

The City was incorporated in 1949 and is operating under a Charter adopted on January 19, 1988 and amended May 4, 2019. The City has a Council/Manager form of government, with the City Council comprised of seven members including the Mayor. All seven Council members are elected by place number and at large for three year staggered terms. The City Council is responsible for adopting ordinances and regulations governing the City, adopting the budget, determining policies, and appointing the City Manager, City Attorney, City Secretary, and Judge of the Municipal Court, as well as members of boards and commissions. The City Manager is responsible to the Council, for appointing and supervising employees of the City (except for those appointed by the Council) and for preparing and administering the annual budget and capital improvements program.

Services Provided

The City provides a full range of municipal services including general government, police and fire protection, street maintenance, building inspection services, library services, recreation, animal services, parks operation and maintenance, and maintenance and operation of City-owned buildings. The City of Saginaw contracts with the City of Fort Worth for water purchase and wastewater treatment. A franchise has been granted to a privately-owned firm for solid waste collection, disposal, and recycling services. Commercial customers contract directly with the firm while residential customers contract through the City, with fees added to their municipal utility bills.

This report includes the financial statements of the funds required to account for those activities, organizations and functions which are related to the City and are controlled by or dependent upon the City's governing body, the City Council. The criteria used by the City for including activities in preparing its financial statements are set forth by the GASB. Based on these criteria, all municipal services listed are included in the City's 2018-2019 financial statements.

Basis of Accounting

The City's accounting records for general governmental operations are maintained on a modified accrual basis. Under this method of accounting, expenditures are recognized when the services or goods are received and the liability is incurred. Revenues are recognized when measurable and available. Accounting records for the City's Water and Wastewater Enterprise Fund are maintained on the accrual basis. Expenses are recognized when a commitment is made and revenues are recognized when they are earned and due to the City.

Budgetary Controls

The City Charter requires that the City Manager prepare and submit a proposed budget for the fiscal year beginning October 1st to the City Council at least 45 days prior to the beginning of the fiscal year. The operating budget includes proposed expenditures and the means of financing them. Public hearings are held, and the budget is adopted at a regular or special meeting prior to the first day of the fiscal year.

Following adoption of the budget by the City Council, the City Manager and department heads monitor expenditures and revenues throughout the year to ensure that the integrity of the budget is maintained. The Charter requires City Council approval for a transfer of funds from one department to another. Any revisions that alter the total expenditures of any fund must be approved by ordinance of the City Council.

Internal Controls

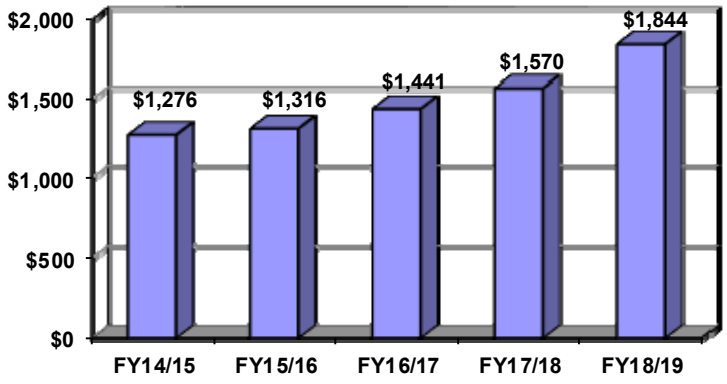
One of the objectives of the City's financial accounting system is to provide an internal control structure designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived and (2) the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework. We believe the City's internal control structure adequately safeguards assets and provides reasonable assurance of proper recording of financial transactions.

ECONOMIC OUTLOOK AND FINANCIAL CONDITION

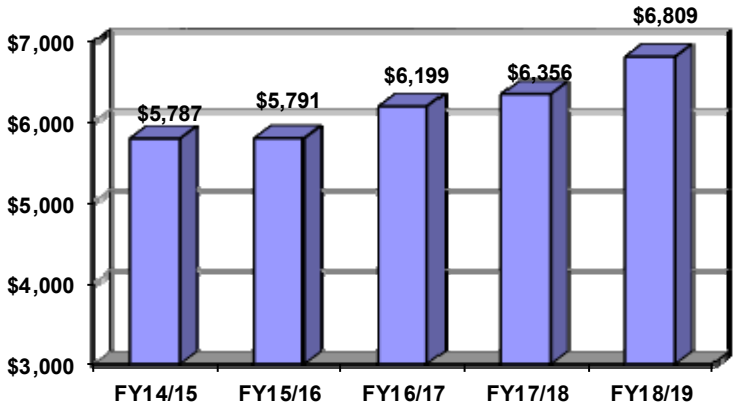
Summary of Local Economy

The local economy in Saginaw remains good. Unemployment in the area remains low, job growth remains steady, and economic trends are stable. The real estate market continues to see high demand with a tight inventory. The City continues to see new housing starts which adds to our tax base. Taxable values for 2019/2020 increased 11% and we saw $65 million ($50 million residential, $7.5 million commercial, $7.5 million industrial) in added value from new construction. Willow Vista Estates Phase IIIC and Basswood Crossing Phase 3, both residential developments with a total of 287 lots, were completed. The expansion at Miller Milling and construction of the Ryder Truck Maintenance Depot are also completed. Sales tax collections for the current fiscal year to date are tracking 14.6% higher than last year.

TAXABLE PROPERTY VALUES
(in millions)



SALES TAX COLLECTIONS
(in thousands)



Economic Prospects for the Future

Bar C Ranch Phases 1 and 2 are substantially complete with a total of 146 residential lots and Basswood Crossing Phase 2 is substantially complete with a total of 128 residential lots. Construction of two mixed used developments, Saginaw Skilled Nursing Facility, and All Storage climate controlled mini warehouses will begin in the coming year. The Ventura expansion is underway. The Dancer Shopping Center is substantially complete. These projects will continue to add to the City's tax base. Saginaw remains an attractive place for new homes and businesses due to our location, land availability, easy freeway access, good schools, low tax rates, and the general quality of life.

Long Term Financial Planning

The current General Fund Reserve Policy states "The City will maintain and Emergency Reserve Fund balance in the General Fund of between 15% and 20% of the operating budget." The Enterprise Fund Emergency Reserve needs to be sufficient to operate the Water Department for three months. Both of these funds are to be used only in an emergency and only with Council approval. We are currently in compliance with both of these policies.

The City's Comprehensive Master Plan and the five-year Capital Improvement Plan was updated in 2016. The plan's theme is "Preparing for Build-out". The plan focuses on completing infrastructure to support development, rehabilitating aging infrastructure, and maintaining existing infrastructure. The capital improvements plan is funded with cash on hand and revenues from the Street Maintenance Fund, and the Drainage Utility Fund. No significant additional operating costs are projected to be incurred related to these capital expenditures.

The Saginaw City Council is currently reviewing recommendations made by the Citizen Bond Committee for a possible 2020 bond election. Projects under consideration are relocation of Fire Station #1, Knowles Drive reconstruction, a combination Library/Senior Citizen's Center, Renovation to the existing Library/City Hall Complex, Parks Improvements, West McLeroy Boulevard reconstruction, and a new north/south roadway between East McLeroy Boulevard and East Bailey Boswell Road.

OTHER INFORMATION

Independent Audit

Article XII, Section 12.06 of the City Charter requires an annual audit by independent certified public accountants. The annual audit must be available for public inspection no later than one hundred eighty days after the close of the City's fiscal year. The accounting firm of Weaver and Tidwell, L.L.P. was selected by the City Council. The independent auditors' report on the general purpose financial statements and supplemental statements and schedules is included in the financial section of this report.

Certificate of Achievement

The City of Saginaw was awarded a Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the fiscal year ended September 30, 2018 from the Government Finance Officers Association of the United States and Canada (GFOA). This certificate is awarded to governmental units who publish easily readable and efficiently organized annual reports which

satisfy both generally accepted accounting principles and applicable legal requirements. The Certificate is valid for a one year period. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA. The City also received GFOA's Award for Distinguished Budget Presentation for its 2018-2019 annual budget document. In order to qualify for the Award, the City's budget document was judged to be proficient in several categories including policy documentation, financial planning, and organization. Together the Budget Award, along with the previously mentioned award are evidence of the Finance Department's dedication to producing documents that effectively communicate the City's financial condition to the elected officials, city management and the general public.

Acknowledgments

The preparation of this Comprehensive Annual Financial Report was made possible by the dedicated service of the entire staff of the General Administrative Office and our independent auditors. We would like to express our sincere appreciation to the Finance Director, Kim Quin, and all of our employees who contributed to the preparation.

In closing, we would also like to thank the Mayor and City Council for their leadership and support in planning and conducting the financial operations of the City.

Respectfully submitted,

Gabe Reaume, City Manager

City of Saginaw, Texas
Principal Officials
September 30, 2019

GOVERNING BODY

Todd Flippo ..... Mayor

Valerie Tankersley ..... Mayor Pro-Tem, Councilmember, Place 3

Charles Beasley ..... Councilmember, Place 1

Patrick Farr ..... Councilmember, Place 2

Charles Tucker ..... Councilmember, Place 4

Cindy Bighorse ..... Councilmember, Place 5

Mary Copeland ..... Councilmember, Place 6

ADMINISTRATION

Gabriel Reaume ..... City Manager

Dolph Johnson ..... Assistant City Manager

Kim Quin ..... Finance Director

Janice England ..... City Secretary

Lorraine Irby ..... Municipal Court Judge

Lee Howell ..... Police Chief

Doug Spears ..... Fire Chief

Rick Trice ..... Director of Public Works

Keith Rinehart ..... Director of Community Services

Ellen Ritchie ..... Library Director

Greg Clayton ..... Director of Information Technology

Alora Wachholz ..... Director of Economic Development

Melanie McManus ..... Director of Human Resources

Bryn Meredith ..... City Attorney

Andrew Simonsen ..... City Engineer

CITY OF SAGINAW

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Saginaw

Texas

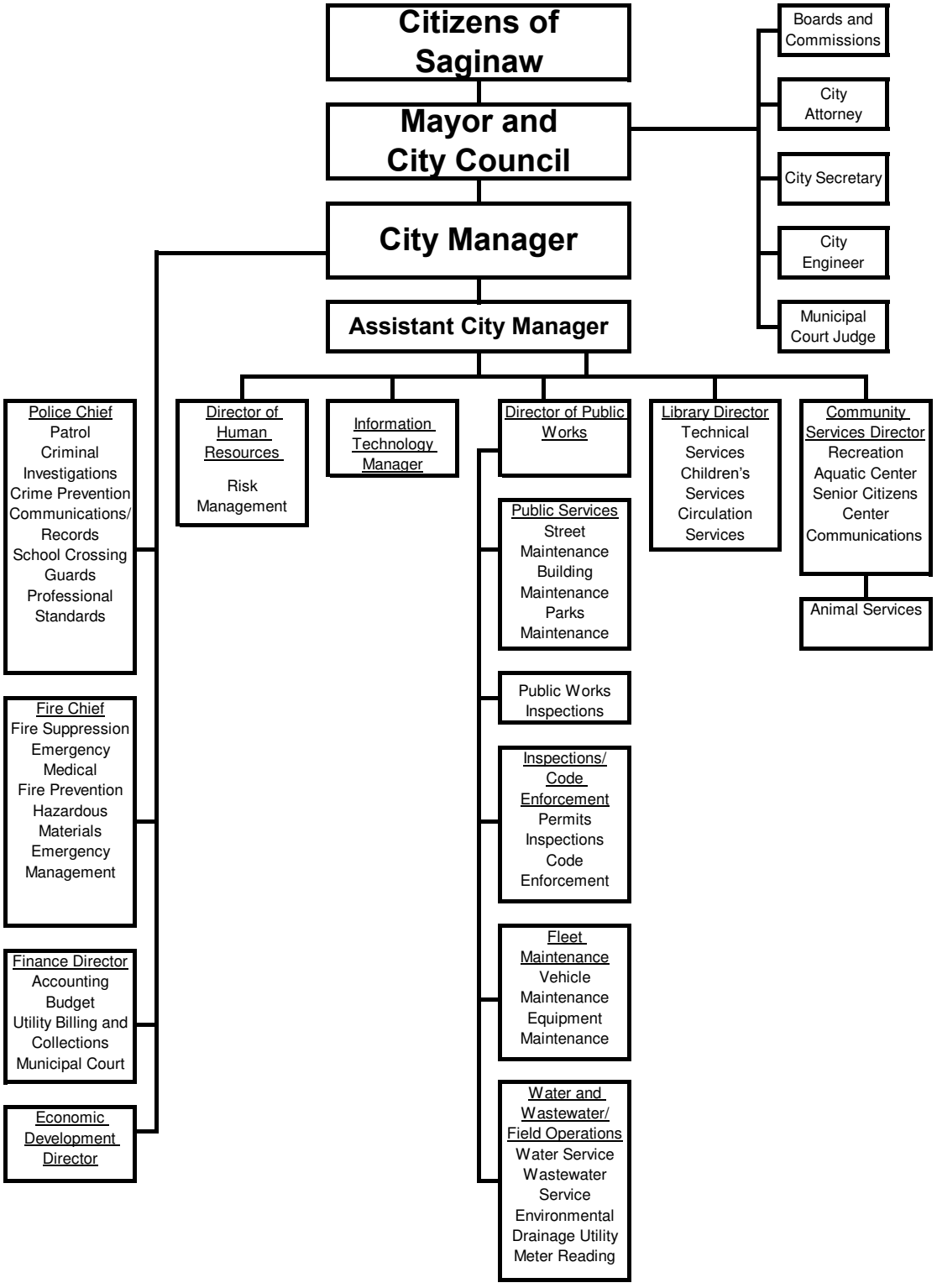
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2018

Christopher P. Morrill

Executive Director/CEO

CITY OF SAGINAW
ORGANIZATIONAL CHART
2018-2019



City of Saginaw

Financial Section

City of Saginaw

Independent Auditor's Report

To the Honorable Mayor Todd Flippo
and Members of the City Council of the
City of Saginaw, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Saginaw, Texas (the City) as of and for the year ended September 30, 2019, and the related notes to the basic financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

The Honorable Mayor Todd Flippo
and the Members of the City Council of the
City of Saginaw, Texas

Other Matters

Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Texas Municipal Retirement System pension schedules, Texas Municipal Retirement System OPEB schedule, and budgetary comparison information on pages 5 through 13, 63 through 65, and 66 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
January 21, 2020

CITY OF SAGINAW, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR YEAR ENDED SEPTEMBER 30, 2019
(UNAUDITED)

As management of the City of Saginaw, we offer readers of the City's financial statement this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - v of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City of Saginaw exceeded its liabilities at the close of the most recent fiscal year by $113,025,882 (net position). This number must be viewed in the context that the vast majority of the City's net position is net investment in capital assets of $95,253,855 (84%) and that most capital assets of a government do not directly generate revenue nor can they be sold to generate liquid capital. The net position restricted for specific purposes totals $7,843,928 (7%). The remaining $9,928,099 (9%) is the unrestricted net position and may be used to meet the government's ongoing obligations to citizens and creditors in accordance with the City's fund designation and fiscal policies.

- The City's total net position increased by $5,052,945. Increases in total assets, capital assets and tax note proceeds, and deferred outflows of resources related to pension are partially offset by an increase in net pension liability. The decrease in deferred inflows of resources is also related to pension. The City's pension contribution rate was increased from 6% to 7% on January 1, 2019.

- As of the close of the fiscal year, the City's governmental funds reported combined ending fund balances of $27,165,796. Within this total $15,132,493 is restricted by specific legal requirements and $1,158,244 has been committed and assigned to specific types of expenditures. About 40% of this total amount, or $10,875,059, is unassigned and available for use with the City's fund designation and policies.

- At the end of the current year, unassigned fund balance for the general fund of $10,875,059 is 64% of the total general fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements – The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the City's assets, deferred outflows/inflows, and liabilities, with the difference between these reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g. uncollected taxes).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government and administration, municipal court, fire, police, public services, parks, library, community services, city garage, inspections, animal services, information technology, and economic development. The business-type activities of the City include water and wastewater services. The government-wide financial statements can be found on pages 19-21 of this report.

Fund financial statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories – governmental funds and proprietary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on current sources and uses of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains eight governmental funds. Information is presented separately in the governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances for the General, five Special Revenue, Debt Service, and Capital Projects funds. The basic governmental funds financial statements can be found on pages 24-27.

Proprietary Funds – The City maintains one type of proprietary fund. The Enterprise Fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses the enterprise fund to account for its water and wastewater operations. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 30-33 of this report.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected in the government-wide financial statements because those funds are not available to support the City's programs. The City is the trustee, or fiduciary, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purpose. The City does not currently have fiduciary activities to report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35-59.

Other Information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of September 30, 2019, the City of Saginaw's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $113,025,882.

The largest portion of the City's net position (84%) reflects its investments in capital assets (e.g., land, buildings, equipment, improvements, construction in progress, and infrastructure), less any debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide service to citizens; consequently these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Saginaw's Net Position

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Current and other assets	$ 30,031,622	$ 29,037,843	$ 12,673,543	$ 11,580,612	$ 42,705,165	$ 40,618,455
Capital assets	93,131,516	88,786,676	26,113,970	24,927,375	119,245,486	113,714,051
Total assets	123,163,138	117,824,519	38,787,513	36,507,987	161,950,651	154,332,506
Deferred outflows of resources	2,914,355	1,338,432	352,885	192,673	3,267,240	1,531,105
Long term liabilities	41,173,795	36,352,184	2,756,280	2,354,798	43,930,075	38,706,982
Other liabilities	5,935,387	5,469,951	1,781,635	2,333,924	7,717,022	7,803,875
Total liabilities	47,109,182	41,822,135	4,537,915	4,688,722	51,647,097	46,510,857
Deferred inflows of resources	480,152	1,231,566	64,760	148,251	544,912	1,379,817
Net Position						
Net Investment in capital assets	70,565,446	65,704,199	24,688,409	23,273,899	95,253,855	88,978,098
Restricted	7,659,462	6,958,205	184,466	179,178	7,843,928	7,137,383
Unrestricted	263,251	3,446,846	9,664,848	8,410,610	9,928,099	11,857,456
Total net position	$ 78,488,159	$ 76,109,250	$ 34,537,723	$ 31,863,687	$ 113,025,882	$ 107,972,937

An additional portion of the City's net position $7,843,928 (7%) represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position of $9,928,099 (9%) may be used to meet the City's ongoing obligation to citizens and creditors.

The $5,052,945 increase in net position is a result of increased capital assets and tax note proceeds received at the end of the year and a decrease in deferred inflows and outflows related to pension accounting partially offset by an increase in long term, net pension liability. The City's pension contribution rate was increased from 6% to 7% on January 1, 2019. As of September 30, 2019, the City is able to report positive balances in all categories of net position, both for the government as a whole, as well as for its separate governmental and business-type activities.

Analysis of the City's Operations – The following table provides a summary of the City's operations for the year ended September 30, 2019. Overall the City had an increase in net position of $5,052,945. Total City revenues increased by $3,464,456. Revenue increases are due to contributed assets of Basswood Crossing Phase 3 and Willow Vista Estates Phase IIIC residential developments. Ad valorem tax revenue increased due to higher property values and an increased tax rate to cover increased operating costs. Sales tax collections increased due to the strong economy and continuing construction activity. Franchise fees collected for both gas and electric utilities increased, as well as, interest earnings due to higher interest rates. These increases were partially offset by a decrease in water sales due to moderate summer temperatures and increased rainfall during the spring and summer months. Miscellaneous revenues decreased due to the repayment of an economic development incentive loan in the previous fiscal year.

City of Saginaw's Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Revenues						
Program revenues						
Fees, fines and charges for services	$ 3,125,528	$ 3,112,368	$ 10,327,466	$ 10,434,663	$ 13,452,994	$ 13,547,031
Operating grants and contributions	219,411	159,428	-	-	219,411	159,428
Capital grants and contributions	3,930,917	2,544,847	2,233,163	1,360,420	6,164,080	3,905,267
General revenues						
Ad valorem taxes	8,911,747	8,172,372	-	-	8,911,747	8,172,372
Sales taxes	6,809,346	6,356,478	-	-	6,809,346	6,356,478
Franchise taxes	1,764,936	1,660,835	-	-	1,764,936	1,660,835
Other taxes	105,233	79,388	-	-	105,233	79,388
Penalties and interest	14,604	22,706	106,370	109,754	120,974	132,460
Interest income	657,032	475,921	236,213	145,445	893,245	621,366
Miscellaneous	244,135	590,747	77,814	74,087	321,949	664,834
Total revenues	25,782,889	23,175,090	12,981,026	12,124,369	38,763,915	35,299,459
Expenses						
General administrative office	2,887,428	2,306,824	-	-	2,887,428	2,306,824
Municipal court	237,810	167,338	-	-	237,810	167,338
Fire	4,547,729	3,410,291	-	-	4,547,729	3,410,291
Police	6,404,221	4,732,436	-	-	6,404,221	4,732,436
Public works	4,127,755	3,717,371	-	-	4,127,755	3,717,371
Parks	393,026	345,716	-	-	393,026	345,716
Community services	1,309,456	1,141,716	-	-	1,309,456	1,141,716
Library	787,531	610,243	-	-	787,531	610,243
Inspections	751,460	563,502	-	-	751,460	563,502
Animal services	415,695	322,993	-	-	322,993	322,993
Fleet maintenance	535,473	499,089	-	-	535,473	499,089
Economic development	285,028	567,431	-	-	285,028	567,431
Information technology	384,523					
Interest on long term debt	915,915	1,017,739	-	-	915,915	1,017,739
Water and Wastewater	-	-	9,727,920	10,295,498	9,727,920	10,295,498
Total expenses	23,983,050	19,402,689	9,727,920	10,295,498	33,710,970	29,698,187
Increases (decreases) in net position before transfers	1,799,839	3,772,401	3,253,106	1,828,871	5,052,945	5,601,272
Transfers	579,070	579,130	(579,070)	(579,130)	-	-
Increase in net position	2,378,909	4,351,531	2,674,036	1,249,741	5,052,945	5,601,272
Net position - October 1	76,109,250	71,757,719	31,863,687	30,613,946	107,972,937	102,371,665
Net position - September 30	$ 78,488,159	$ 76,109,250	$ 34,537,723	$ 31,863,687	$ 113,025,882	$ 107,972,937

Total City expenses increased by $4,012,783. There are city wide increases related pension expense as a result of the 1% pension contribution rate increase. The increase in General Administration is due to a strategic planning consultant, a city-wide facility needs assessment, increased credit card processing fees, a conceptual plan for drainage, roadway, and traffic flow improvements to Knowles Drive, electrical upgrades for the enhanced holiday light display, and artwork on the Ardent Mills building. The increase is also due to matching costs related to the Green Ribbon Grant, a project that will improve the appearance of the east side of Saginaw Boulevard. The increase in Municipal Court is due to the department being fully staffed for the year and an upgrade to court software. An increase in Fire Department overtime, the salary and benefits of an additional firefighter position, and subscription fees for the new public safety radio system are offset by a decrease in capital outlay; a fire engine was replaced in the previous fiscal year. Increases in the Police Department include full year funding for a records clerk position that went from part-time to full-time and an additional jailer that was added in the middle of the previous year. Other increases include funding for an additional school crossing guard, jailer, and school resource officer. Funding was increased for replacement of body worn cameras, subscription fees for the public safety radio system and an additional patrol vehicle was replaced. Increased expenditures in Public Works are due to the ongoing construction of a food truck park and farmer's market at Willow Creek Park. Park expenditure increases funded a comprehensive parks conceptual plan. Increases in Community Services is due to maintenance and repairs to the Aquatic Center. Computers for public use were replaced at the Library. The decrease in Animal Services is due to a service truck that was replaced in the previous year. Fleet Maintenance decreases were due to lower fuel costs and fewer contract repairs. The decrease in Economic Development reflects the economic development incentive loan from the previous year. Expenditures related to Information Technology were previously accounted for as part of General Administration are now accounted for separately. The decrease in interest expense is due to debt retirement. The decrease in the Enterprise Fund is due to decreased expense for the purchase of water and the treatment of wastewater. A decrease due to repairs of the Park Center elevated storage tank in the previous year are partially offset by the expenses related to the second phase of the wastewater inflow and infiltration study and the repairs identified in the first phase.

City Governmental activities increased net position by $2,378,909 and Enterprise Fund activities increased net position by $2,674,036.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

Governmental Funds – The focus of the City of Saginaw's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of the City's net resources available at the end of the fiscal year.

At the end of the current fiscal year, the City of Saginaw's governmental funds reported combined ending fund balances of $27,165,796. Approximately 40% of this total ($10,875,059) constitutes unassigned fund balance. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed for other purposes. The General Fund increased by $3,747. The planned use of fund balance did not occur due to increased sales tax, franchise fee, property tax, building permit, and interest earning revenues. In addition the food truck/farmers market project and the all abilities playground at Willow Creek Park were not completed by fiscal year end. The Basswood Developer Agreement payment and home matching grant requirement were not completed and there were salary savings in many departments due to employee turnover during the fiscal year. The fund balance increase of $94,496 in the Debt Service Fund is due to increased property tax revenue. The increase of $209,686 in the Capital Projects Fund reflects the use of previously issued bonds for the Bailey Boswell Road construction project and the tax notes issuance of $2,000,000 at fiscal year-end. There was a planned increase in the Drainage Utility Fund balance for cash funding of future planned drainage projects. The increase is more than expected due to increased drainage fees, interest earnings and a delay in the design of East Cement Creek drainage improvement projects. The planned drawdown of the Crime Control and Prevention

District Fund was less than budgeted due to higher than budgeted sales tax collections and interest earnings. The Street Maintenance Fund balance increased by $111,140 due to increased sales tax collections and the delay of the Burlington Road reconstruction project, Anderson Street repairs, and the delay of railroad crossing improvements. There was an increase in the Donations Fund balance of $104,520. Donation balance increases for Parks and Library will be used for future projects/programs. Escrow Fund balance increased due to increased Hotel/Motel Tax collections and the transfers from General Fund for future equipment replacement and economic development incentives.

Proprietary Fund – The City's proprietary fund statements provide the same type of information found in the government-wide statements but in more detail. Unrestricted net position of the Enterprise Fund is $9,664,848. Total net position of the Enterprise Fund increased by $2,674,036 from fiscal year 2018 to fiscal year 2019. The increase is due to decreased expense for the purchase of water and the treatment of wastewater and contributed water and sewer lines for the Basswood Crossing Phase 3 and Willow Vista Estates Phase IIIC residential developments.

Budgetary Highlights – The City Council approved revisions to the original budget appropriations. General Fund revenues were increased by $785,070 or 5%. Increased revenues were due to increased property tax collections, building permits, sales tax, recreation fees, rental registration fees, a donation for the all abilities playground, and interest earnings. These increases were partially offset by a decrease in court fines and telecommunication franchise fees. General Fund expenditures increased by $1,407,360 or 8.5% primarily for projects that are carried forward from the previous fiscal year. The projects include court software upgrade, the public safety radio system, a traffic signal at Knowles and McLeroy, the Basswood Developer's agreement, a crosswalk at Basswood and Whistle Stop, the Food Truck Park, and the matching requirement for the HOME grant application. The budget was also increased for engineering fees for the Green Ribbon Grant, a facility needs assessment, long range financial and strategic planning, credit card processing fees and Police overtime due to department vacancies and additional special events.

The Crime Control and Prevention District revenue budget was increased by $81,000 due to sales tax collections and interest earnings.

The Drainage Fund revenues increased due to increased drainage fee collections and interest earnings. Expenditures increased for the carry forward of the Basswood Developer's agreement and Knowles concept plan partially offset by the delay of the East Cement Creek drainage project.

The Donations Fund revenues were increased a total of $39,425 due to additional donations to the Fire Department and the Train and Grain Festival. Expenditures were increased by $100,720 for outfitting of the arson dog vehicle, supplies for the Fire Department clown troop, Train and Grain Festival supplies, additions to the holiday light display and the July Fourth fireworks celebration.

The budgeted revenues in the General Escrow Fund were increased by $79,000 for increased insurance claims, increased Hotel/Motel tax collections, and a transfer for Economic Development incentives. Expenditures increased by $88,960 as a result of increased insurance claims, Train and Grain advertising, and the carry forward of the Basswood Developer's agreement.

CAPITAL ASSETS

The City of Saginaw's investment in capital assets for its governmental and business-type activities as of September 30, 2019 amounts to $119,245,486 (net of accumulated depreciation). This investment in capital assets includes land, buildings, equipment, improvements, infrastructure and construction in progress.

Major capital asset events during the fiscal year included the following:

- Continued construction of the East Bailey Boswell Road project ($1,905,167).
- Public Safety Radio System ($553,810).
- Replacement of self-contained breathing apparatus equipment ($315,983).
- Food Truck Park construction ($242,506).
- Design of the Saginaw Boulevard 16" water line Phase 2 ($85,000).
- Design of all abilities playground at Willow Creek Park ($67,819).
- Fire Department Rescue Vehicle ($63,266).
- BNSF railroad crossing improvements at McLeroy Boulevard ($56,000).
- Design for East Cement Creek Drainage Phase 2 ($52,120).
- Completion of traffic signal at West McLeroy Boulevard and Knowles ($50,557).
- Construction of a cross walk at Basswood and Whistle Stop ($47,977).
- Roof replacement at the Senior Center ($20,035).
- Completion of the City Council agenda/live streaming project ($16,696).
- Police Department lighting and interview room recording equipment ($13,938).
- Purchase of a digital work station for Building Inspection ($13,740).
- Additions to the holiday light display ($12,800).
- Completion of the Municipal Court software upgrade ($10,816).
- Completion of Traffic Signal at Bailey Boswell Road and Basswood Boulevard ($10,410).
- Completion of the Saginaw Boulevard 12" water line ($10,396).
- City-wide equipment replacement ($398,858).
- Donated streets and ROW for Willow Vista Estates Phase IIIC ($770,117).
- Donated water and sewer lines for Willow Vista Estates Phase IIIC ($390,194).
- Donated streets, drainage, and ROW for Basswood Crossing Phase 3 ($3,160,800).
- Donated water and sewer lines for Basswood Crossing Phase 3 ($1,385,048).
- Design for landscaping along Business 287/Saginaw Boulevard ($37,625).

Capital Assets at Year End
Net of Accumulated Depreciation

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
Land	$ 15,674,160	$ 14,527,200	$ 16,657	$ 16,657	$ 15,690,817	$ 14,543,857
Improvements	1,943,249	1,937,259	-	-	1,943,249	1,937,259
Buildings	19,733,581	19,713,546	154,587	154,587	19,888,168	19,868,133
Equipment	9,691,892	7,623,973	1,476,322	1,418,367	11,168,214	9,042,340
Infrastructure	102,628,780	99,788,376	37,630,137	35,584,887	140,258,917	135,373,263
Construction in progress	15,994,458	14,783,021	102,808	277,420	16,097,266	15,060,441
Accumulated depreciation	(72,534,604)	(69,586,699)	(13,266,541)	(12,524,543)	(85,801,145)	(82,111,242)
Total	$ 93,131,516	$ 88,786,676	$ 26,113,970	$ 24,927,375	$ 119,245,486	$ 113,714,051

Additional information on the City of Saginaw's capital assets can be found in Note 5 on pages 44-45.

DEBT ADMINISTRATION

At the end of the fiscal year, the City had a total bonded debt of $32,305,889. Of this amount, $31,640,000 comprises bonded debt backed by the full faith and credit of the government and $50,000 represents bonds secured solely by water and wastewater revenues.

Outstanding Bond Debt at Year End

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
General obligations	$ 26,435,000	$ 28,765,000	$ 1,420,000	$ 1,615,000	$ 27,855,000	$ 30,380,000
Certificates of obligation	1,785,000	1,950,000	-	-	1,785,000	1,950,000
Revenue bonds payable	-	-	50,000	100,000	50,000	100,000
Tax notes	2,000,000	-	-	-	2,000,000	-
Premiums on bonds	615,889	672,612	-	1,730	615,889	674,342
Total	$ 30,835,889	$ 31,387,612	$ 1,470,000	$ 1,716,730	$ 32,305,889	$ 33,104,342

During the fiscal year, the City's total debt decreased by $798,453 or 2.4%. Enterprise Fund principal payments of $245,000 and General Fund principal payments of $2,495,000 were made. The City's General Obligation Bonds, and Certificates of Obligation have a Standard and Poor's Ratings Services rating of AA/Stable and a Moody's Investor Service rating of Aa3. The Revenue bonds have a Standard and Poor's Rating of AA/Stable and a Moody's rating of Aa3.

Additional information on the City of Saginaw's long-term debt can be found on pages 46-48 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

In the 2019-2020 budget, General Fund revenues and transfers in are budgeted to increase by $364,210 (2.2%) from the 2018-2019 revised budget year with property tax making up 35% and sales tax making up 30% of budgeted revenues. Certified assessed valuations increased 11% from the preceding year. The increased value has allowed the property tax rate to drop from .4718 to .459 with budgeted property tax revenues estimated at $5,987,865 ($3,770,280 for the Debt Service Fund). General Fund expenditures and transfers decreased by $436,540 or 2.4%. The approved budget will be revised for the Food Truck Park, the all abilities playground at Willow Creek Park, and the Basswood Developer's agreement that were not completed by fiscal year end. Funding is provided for a 3% salary increase and staffing additions: a firefighter, an Emergency Management Coordinator, two Police Officers, and a Jailer. One-time expenses include advertising for a bond election, expenses related to the transfer of fire dispatch to the City of Fort Worth from Tarrant County, replacement of 5 cardiac monitors/defibrillators, an additional traffic pre-emption device at Saginaw Boulevard and Palomino Drive, the replacement of an outdoor warning siren at Palomino, Fire Department uniforms, the replacement of a Public Service Truck, an intersection evaluation for compliance with the Americans with Disabilities Act, the replacement of an all-terrain vehicle and pressure washer for Parks, additional electrical service for the holiday light display, replacement of room dividers, gymnasium lighting and treadmills at the Recreation Center, a body camera system and additional cages for Animal Services, the replacement of the financial management system server, and the city wide phone system. The General Fund budget is balanced with the use of $729,080 from the beginning fund balance for these one-time expenses.

REQUEST FOR INFORMATION

This financial report is designed to provide our citizens, customers, investors and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Finance Director at P.O. Box 79070, Saginaw, Texas 76179, or call (817) 232-4640.

City of Saginaw

Basic Financial Statements

City of Saginaw

Government-Wide Financial Statements

City of Saginaw

City of Saginaw, Texas
Statement of Net Position
September 30, 2019

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Deposits and investments	$ 20,326,336	$ 10,399,149	$ 30,725,485
Receivables:			
Taxes, net of allowance	1,309,071	-	1,309,071
Accounts, net of allowance	82,004	1,431,927	1,513,931
Other	247,434	-	247,434
Notes Receivable	1,000	-	1,000
Restricted assets:			
Deposits and investments	8,065,777	842,467	8,908,244
Capital assets:			
Land	15,674,160	16,657	15,690,817
Improvements	1,943,249	-	1,943,249
Buildings	19,733,581	154,587	19,888,168
Equipment	9,691,892	1,476,322	11,168,214
Infrastructure	102,628,780	37,630,137	140,258,917
Construction in progress	15,994,458	102,808	16,097,266
Accumulated depreciation	(72,534,604)	(13,266,541)	(85,801,145)
Total assets	123,163,138	38,787,513	161,950,651
DEFERRED OUTFLOWS OF RESOURCES			
Deferred charge for refunding	224,923	44,439	269,362
Related to TMRS pension	2,687,848	307,987	2,995,835
Related to TMRS OPEB	1,584	459	2,043
Total deferred outflows of resources	2,914,355	352,885	3,267,240
LIABILITIES			
Accounts payable and accrued liabilities	1,860,665	871,164	2,731,829
Accrued interest payable	71,296	2,470	73,766
Unearned revenue	314,303	-	314,303
Payable from restricted assets:			
Contracts payable	647,400	-	647,400
Current portion of revenue bonds payable	-	250,000	250,000
Customer deposits	-	658,001	658,001
Noncurrent liabilities:			
Debt due within one year	3,041,723	-	3,041,723
Debt due in more than one year	27,794,166	1,220,000	29,014,166
Net pension liability	13,083,784	1,499,593	14,583,377
Total OPEB liability	295,845	36,687	332,532
Total liabilities	47,109,182	4,537,915	51,647,097
DEFERRED INFLOWS OF RESOURCES			
Related to TMRS pension	468,514	63,467	531,981
Related to TMRS OPEB	11,638	1,293	12,931
Total deferred inflows of resources	480,152	64,760	544,912
NET POSITION			
Net investment in capital assets	70,565,446	24,688,409	95,253,855
Restricted for:			
Debt service	1,155,316	184,466	1,339,782
Other purposes	6,504,146	-	6,504,146
Unrestricted	263,251	9,664,848	9,928,099
TOTAL NET POSITION	$ 78,488,159	$ 34,537,723	$ 113,025,882

The Notes to Basic Financial Statements are an integral part of these statements.

City of Saginaw, Texas
Statement of Activities
For the Fiscal Year Ended September 30, 2019

Program Activities	Expenses	Program Revenues: Fees, Fines and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:				
General administrative offices	$ 2,887,428	$ 43,455	$ -	$ -
Municipal court	237,810	387,843	-	-
Fire	4,547,729	87,150	53,987	-
Police	6,404,221	6,574	165,424	-
Public works	4,127,755	794,783	-	3,930,917
Parks	393,026	-	-	-
Community services	1,309,456	811,469	-	-
Library	787,531	8,978	-	-
Inspection	751,460	959,843	-	-
Animal services	415,695	25,433	-	-
City garage	535,473	-	-	-
Economic development	285,028	-	-	-
Information technology	384,523	-	-	-
Interest on long term debt	915,915	-	-	-
Total governmental activities	23,983,050	3,125,528	219,411	3,930,917
Business-type activities:				
Water and wastewater	9,727,920	10,327,466	-	2,233,163
Total business-type activities	9,727,920	10,327,466	-	2,233,163
TOTAL GOVERNMENT	$ 33,710,970	$ 13,452,994	$ 219,411	$ 6,164,080

General revenues	
Taxes	
Ad valorem	
Sales	
Franchise taxes	
Other taxes	
Penalties and interest	
Interest income	
Miscellaneous revenues	
Transfers	
Total general revenues and transfers	
Change in net position	
Net position - beginning of year	
Net position - end of year	

The Notes to Basic Financial Statements are an integral part of these statements.

Net (Expenses) Revenue and Changes in Net Position		
Governmental Activities	Business- type Activities	Total
$ (2,843,973)	$ -	$ (2,843,973)
150,033	-	150,033
(4,406,592)	-	(4,406,592)
(6,232,223)	-	(6,232,223)
597,945	-	597,945
(393,026)	-	(393,026)
(497,987)	-	(497,987)
(778,553)	-	(778,553)
208,383	-	208,383
(390,262)	-	(390,262)
(535,473)	-	(535,473)
(285,028)	-	(285,028)
(384,523)	-	(384,523)
(915,915)	-	(915,915)
(16,707,194)	-	(16,707,194)
-	2,832,709	2,832,709
-	2,832,709	2,832,709
$ (16,707,194)	$ 2,832,709	$ (13,874,485)
$ 8,911,747	$ -	$ 8,911,747
6,809,346	-	6,809,346
1,764,936	-	1,764,936
105,233	-	105,233
14,604	106,370	120,974
657,032	236,213	893,245
244,135	77,814	321,949
579,070	(579,070)	-
19,086,103	(158,673)	18,927,430
2,378,909	2,674,036	5,052,945
76,109,250	31,863,687	107,972,937
$ 78,488,159	$ 34,537,723	$ 113,025,882

City of Saginaw

Fund Financial Statements
Governmental Funds

City of Saginaw, Texas
Balance Sheet - Governmental Funds
September 30, 2019

	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Deposits and investments	$ 12,399,154	$ 1,209,653	$ -	$ 6,717,529	$ 20,326,336
Receivables:					
Taxes, net of allowance	987,283	16,959	-	304,829	1,309,071
Accounts	82,004	-	-	-	82,004
Other	119,790	-	-	127,644	247,434
Prepaid items	-	-	-	-	-
Note receivable	1,000	-	-	-	1,000
Restricted assets					
Deposits and investments	-	-	8,065,777	-	8,065,777
TOTAL ASSETS	$ 13,589,231	$ 1,226,612	$ 8,065,777	$ 7,150,002	$ 30,031,622
LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES					
LIABILITIES					
Accounts payable and accrued liabilities	$ 1,676,645	$ -	$ -	$ 184,020	$ 1,860,665
Payable from restricted assets:					
Contracts payable	-	-	647,400	-	647,400
Unearned revenue	281,631	-	-	32,672	314,303
Total liabilities	1,958,276	-	647,400	216,692	2,822,368
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue - property taxes	26,816	16,642	-	-	43,458
Total deferred inflows of resources	26,816	16,642	-	-	43,458
Fund balances:					
Nonspendable					
Prepaids items	-	-	-	-	-
Restricted:					
Debt service	-	1,209,970	-	-	1,209,970
Capital projects	-	-	7,418,377	-	7,418,377
Street maintenance	-	-	-	1,766,915	1,766,915
Crime prevention	-	-	-	488,741	488,741
Drainage	-	-	-	2,636,085	2,636,085
Other	-	-	-	1,612,405	1,612,405
Committed:					
Donations	-	-	-	429,164	429,164
Assigned for future capital purchases	729,080	-	-	-	729,080
Unassigned	10,875,059	-	-	-	10,875,059
Total fund balances	11,604,139	1,209,970	7,418,377	6,933,310	27,165,796
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 13,589,231	$ 1,226,612	$ 8,065,777	$ 7,150,002	$ 30,031,622

The Notes to Basic Financial Statements are an integral part of these statements.

City of Saginaw, Texas
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
September 30, 2019

TOTAL FUND BALANCE - GOVERNMENTAL FUND	$	27,165,796
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the governmental funds balance sheet		93,131,516
Interest payable on long term debt does not require current financial resources, therefore interest payable is not reported as a liability in the governmental funds balance sheet.		(71,296)
Revenues earned but not available within sixty days of the year end are not recognized as revenue on the fund financial statements.		43,458
Long-term liabilities, including bonds payable and capital leases are not due and payable in the current period and therefore are not reported in the fund financial statements. A deferred charge on an advanced refunding of bonds payable of $224,923 is reflected as a deferred outflow of resources on the Statement of Net Position.		(30,610,966)
Included in noncurrent liabilities is the recognition of the City's net pension liability required by GASB 68 in the amount of $13,083,784, a deferred resource outflow related to TMRS of $2,687,848, and a deferred resource inflow related to TMRS of $468,514. This resulted in a decrease in net position.		(10,864,450)
Included in noncurrent liabilities is the recognition of the City's net OPEB liability required by GASB 75 in the amount of $295,845, a deferred resource outflow related to TMRS of $1,584, and a deferred resource inflow related to TMRS of $11,638. This resulted in a decrease in net position.		(305,899)
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	$	78,488,159

The Notes to Basic Financial Statements are an integral part of these statements.

City Of Saginaw, Texas
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For The Year Ended September 30, 2019

	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	$ 12,454,203	$ 3,420,215	$ -	$ 1,736,210	$ 17,610,628
Licenses and permits	858,901	-	-	-	858,901
Charges for services	87,150	-	-	794,783	881,933
Fines and fees	509,672	-	-	20,098	529,770
Interest income	295,148	66,191	157,853	137,840	657,032
Recreation income	524,686	-	-	-	524,686
Intergovernmental	216,779	-	-	2,632	219,411
Miscellaneous revenues	224,606	-	-	331,141	555,747
Total revenues	15,171,145	3,486,406	157,853	3,022,704	21,838,108
EXPENDITURES					
Current:					
General administrative office	1,846,648	-	-	689,712	2,536,360
Municipal court	212,743	-	-	-	212,743
Fire	3,826,258	-	-	-	3,826,258
Police	5,284,720	-	-	73,566	5,358,286
Public works	1,835,898	-	-	-	1,835,898
Parks	379,478	-	-	-	379,478
Community services	998,499	-	-	-	998,499
Library	601,026	-	-	-	601,026
Inspection	600,849	-	-	-	600,849
Animal services	329,854	-	-	-	329,854
City garage	434,837	-	-	-	434,837
Economic development	243,050	-	-	-	243,050
Information technology	327,680	-	-	-	327,680
Capital outlay	-	-	1,905,167	371,766	2,276,933
Principal retirement	-	2,495,000	-	-	2,495,000
Interest charges	-	886,610	-	-	886,610
Fiscal agent's fees and debt issuance costs	-	10,300	43,000	-	53,300
Total expenditures	16,921,540	3,391,910	1,948,167	1,135,044	23,396,661
Excess (deficiency) of revenues over expenditures	(1,750,395)	94,496	(1,790,314)	1,887,660	(1,558,553)
OTHER FINANCING SOURCES (users)					
Transfers in	1,797,112	-	-	42,970	1,840,082
Transfers out	(42,970)	-	-	(1,218,042)	(1,261,012)
Issuance of debt	-	-	2,000,000	-	2,000,000
Total other financing sources (uses)	1,754,142	-	2,000,000	(1,175,072)	2,579,070
Net change in fund balances	3,747	94,496	209,686	712,588	1,020,517
Fund Balance, beginning	11,600,392	1,115,474	7,208,691	6,220,722	26,145,279
FUND BALANCE, ending	$ 11,604,139	$ 1,209,970	$ 7,418,377	$ 6,933,310	$ 27,165,796

The Notes to Basic Financial Statements are an integral part of these statements.

City of Saginaw, Texas
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities
For the Fiscal Year Ended September 30, 2019

TOTAL NET CHANGE IN FUND BALANCE - GOVERNMENTAL FUND	$	1,020,517
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capital assets recorded in the current period.		3,841,795
Governmental funds do not recognize assets contributed by developers or donated to the City. However, in the statement of activities the fair market value of those assets are recognized as revenue, then allocated over their estimated useful lives and reported as depreciation expense.		3,949,543
Depreciation expense on capital assets is reported in the statement of activities and does not require the use of current financial resources. Therefore, depreciation expense is not reported as an expenditure in the governmental funds.		(3,446,498)
The issuance of long term debt (e.g. bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas the amounts are capitalized and amortized in the statement of activities. This amount consists of an issuance in the amount of $2,000,000, repayments of $2,495,000 and amortization of $21,407 for premiums and deferred charges on refundings, which is the net effect of these differences in the treatment of long-term debt and related items.		516,407
Current year changes in the net pension liability, deferred inflows of resources and the deferred outflows of resources of the pension plan. The net effect of these items increased net position.		(3,477,754)
Current year changes in the net OPEB liability and the deferred outflows of resources of the pension plan. The net effect of these items decreased net position.		(22,927)
Current year changes in accrued interest payable do not require the use of current financial resources; therefore, are not reported as expenditures in governmental funds.		2,588
Certain revenues in the government-wide statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds.		(4,762)
CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES	$	2,378,909

The Notes to Basic Financial Statements are an integral part of these statements.

City of Saginaw

Fund Financial Statements
Proprietary Funds

City of Saginaw, Texas
Statement of Net Position
Proprietary Funds
September 30, 2019

	Enterprise Fund
ASSETS	
Current assets:	
Deposits and investments	$ 10,399,149
Deposits and investments-restricted	184,466
Receivables:	
Accounts receivable, net of allowance of $62,357	793,169
Unbilled accounts	638,758
Total current assets	12,015,542
Noncurrent assets:	
Capital assets, at cost:	
Land and land improvements	16,657
Buildings and improvements	154,587
Waterworks and sewer system	37,630,137
Machinery and equipment	1,476,322
Construction in progress	102,808
Accumulated depreciation	(13,266,541)
Total capital assets, net of accumulated depreciation	26,113,970
Deposits and investments-restricted	658,001
Total noncurrent assets	26,771,971
Total assets	38,787,513
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge for refunding	44,439
Related to the TMRS pension	307,987
Related to the TMRS OPEB	459
Total deferred outflows of resources	352,885
LIABILITIES	
Current liabilities:	
Accounts payable and accrued liabilities	871,164
Accrued interest	2,470
Revenue bonds payable	250,000
Total current liabilities	1,123,634
Noncurrent liabilities:	
Revenue bonds payable	1,220,000
Customer deposits	658,001
Net pension liability	1,499,593
Total OPEB liability	36,687
Total noncurrent liabilities	3,414,281
Total liabilities	4,537,915
DEFERRED INFLOWS OF RESOURCES	
Related to the TMRS pension	63,467
Related to the TMRS OPEB	1,293
Total deferred inflows of resources	64,760
NET POSITION	
Net investment in capital assets	24,688,409
Restricted for revenue bond retirement	184,466
Unrestricted	9,664,848
TOTAL NET POSITION	$ 34,537,723

The Notes to the Basic Financial Statements are an integral part of these statements.

City of Saginaw, Texas
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended September 30, 2019

	Enterprise Fund
OPERATING REVENUES	
Water and sewer sales	$ 8,605,437
Penalties	106,370
Surcharges	1,722,029
Miscellaneous	77,814
Total operating revenue	10,511,650
OPERATING EXPENSES	
Cost of sales and services	6,330,349
Administrative	2,572,955
Depreciation	791,175
Total operating expenses	9,694,479
Operating income	817,171
NONOPERATING REVENUES (EXPENSES)	
Investment income	236,213
Gain (Loss) on sale of machinery and equipment	19,400
Interest expense and agent fees	(52,841)
Total nonoperating revenues (expenses)	202,772
Income before contributions and transfers	1,019,943
CAPITAL COTRIBUTIONS AND TRANSFERS	
Capital contributions	1,775,242
Impact and tap fees	457,921
Transfers out	(653,025)
Transfers in	73,955
Total capital contributions and transfers	1,654,093
Change in net position	2,674,036
Net position, beginning	31,863,687
NET POSITION, ending	$ 34,537,723

The Notes to the Basic Financial Statements are an integral part of these statements.

City of Saginaw, Texas
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended September 30, 2019

	Enterprise Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	$ 10,393,145
Cash paid to employees	(529,688)
Cash paid to suppliers	(8,567,653)
Net cash provided by operating activities	1,295,804
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers out to other funds	(653,025)
Transfers from other funds	73,955
Net cash used in noncapital financing activities	(579,070)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from sale of machinery and equipment	19,400
Impact and tap fees	457,921
Principal paid on bonds	(245,000)
Purchase of capital assets	(202,528)
Interest and fees paid on debt issuance	(36,952)
Fiscal agent fees	750
Net cash used in capital and related financing activities	(6,409)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	236,213
Net cash provided by investing activities	236,213
Net change in cash	946,538
CASH AND CASH EQUIVALENTS, beginning of year	10,295,078
CASH AND CASH EQUIVALENTS, end of year	$ 11,241,616

The Notes to the Basic Financial Statements are an integral part of these statements.

City of Saginaw, Texas
Statement of Cash Flows – Continued
Proprietary Funds
For the Fiscal Year Ended September 30, 2019

	Current Assets	Enterprise Fund Restricted Assets		Statement of Cash Flows Totals
		Current	Noncurrent	
RECONCILIATION OF CASH AND CASH EQUIVALENTS PER STATEMENT OF CASH FLOWS TO THE STATEMENT OF NET POSITION				
Cash and cash equivalents - beginning	$ 9,485,977	$ 179,178	$ 629,923	$ 10,295,078
Net increase	913,172	5,288	28,078	946,538
Cash and cash equivalents - ending	$ 10,399,149	$ 184,466	$ 658,001	$ 11,241,616
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income				$ 817,171
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation				791,175
Increase in accounts receivable				(146,583)
Decrease in prepaids				190
Increase in deferred outflows of resources-pension				(181,362)
Decrease in deferred outflows of resources-OPEB				2,335
Decrease in accounts payable and accrued expenses				(583,191)
Increase in customer deposits				28,078
Increase in net pension liability				652,563
Decrease in total OPEB liability				(1,081)
Decrease in deferred inflows of resources-pension				(83,491)
Net cash provided by operating activities				$ 1,295,804
SUPPLEMENTAL SCHEDULE OF NONCASH FINANCING, CAPITAL AND INVESTING ACTIVITIES				
Capital asset contributions from developers				$ 1,775,242

The Notes to the Basic Financial Statements are an integral part of these statements.

City of Saginaw

Note 1. Summary of Significant Accounting Policies

A. General Statement

The City of Saginaw (the City) was incorporated in 1949. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: general government, court, police and fire protection, street maintenance, building inspection services, library services, animal services, recreation, parks operation and maintenance, and maintenance and operation of City-owned buildings. The City contracts with the City of Fort Worth for water purchases and wastewater service but owns the waterworks and wastewater systems within the City.

The accounting and reporting policies of the City relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB). The more significant accounting policies of the City are described below.

B. Financial Reporting Entity

As required by accounting principles generally accepted in the United States of America, these financial statements include the primary government and organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of the reporting entity is based primarily on the notion of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either there is ongoing financial benefit or burden or operational responsibility. A primary government may also be financially accountable for governmental organizations that are fiscally dependent on it.

A primary government has operational responsibility for an organization if it can significantly influence the programs, projects, or activities of, or the level of services performed or provided by, the organization.

A financial benefit or burden relationship exists if the primary government (a) is entitled to the organization's resources; (b) is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization; or (c) is obligated in some manner for the debt of the organization. Some organizations are included as component units because of their fiscal dependency on the primary government. An organization is fiscally dependent on the primary government if it is unable to adopt its budget, levy taxes, set rates or charges, or issue bonded debt without approval by the primary government. Complete financial statements for the individual component units may be obtained at the City's office.

The following entity was found to be a component unit of the City and is included in the combined financial statements:

Blended Component Unit – The Saginaw Crime Control and Prevention District (CCPD) serves all the citizens of the City and is used to account for the accumulation and use of resources to add law enforcement officers and purchase additional equipment for law enforcement purposes. The governing body of the Saginaw CCPD Fund is the same as that of the primary government and the primary government has operational responsibility. The Saginaw CCPD is reported as a governmental activity in the government-wide financial statements and as a Special Revenue Fund in the governmental financial statements.

C. Basis of Presentation

The government-wide financial statements (the statement of net position and the statement of activities) report information on all of the activities of the City, except for fiduciary funds. The effect of interfund activity, within the governmental and business-type activities columns, have been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements
The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Separate statements are presented for governmental and proprietary activities. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The City has presented the following major governmental funds:

General Fund. The general fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Debt Service Fund. The debt service fund is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is restricted to signify the amounts that are restricted exclusively for debt service expenditures.

Capital Projects Fund. The capital projects fund is used to account for funds received and expended for the construction and renovation of thoroughfares, arterial streets and drainage improvements in the City and construction, renovation, expansion and major improvement of various City facilities, acquisition of land and other large nonrecurring projects.

Proprietary Funds are those funds for activities supported by user fees and charges. The accounting objectives are determinations of net income, financial position and cash flow. All assets and liabilities are included on the Statement of Net Position. The City has presented the following major proprietary fund:

Enterprise Fund. The Enterprise Fund is used to account for the provision of water and wastewater services to the residents of the City. Activities of the fund include administration, operations and maintenance of the water and wastewater system and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of long-term debt principal and interest for water and wastewater debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the fund.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of personal and contractual services, supplies and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Measurement Focus and Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements and fund financial statements for proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net position and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, including unbilled water and wastewater services which are accrued. Expenses are recognized at the time the liability is incurred.

Governmental fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

The revenues susceptible to accrual are property taxes, franchise fees, licenses, charges for services, interest income and intergovernmental revenues. Sales taxes collected and held by the state at year end on behalf of the government are also recognized as revenue. All other governmental fund revenues are recognized when received.

E. Budgetary Control

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to October 1, the City administration submits to the City Council a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
2. Public hearings are conducted to obtain taxpayer comments.
3. Prior to October 1, the budget is legally enacted through passage of a resolution.
4. Any revisions that alter the total expenditures of any fund must be approved by the City Council. The City Council amended the budget during the year.
5. Formal budgetary integration is employed as a management control device during the year for the General Fund, Saginaw CCPD Fund, Enterprise Fund and Debt Service Fund. A budget is legally adopted for the General Fund, Saginaw CCPD Fund, Drainage Utility Fund, Street Maintenance Fund, Donations Funds, General Escrow Fund, and Debt Service Fund.

Budgets for the General Fund, Saginaw CCPD Fund, Drainage Utility Fund, Street Maintenance Fund, Donations Funds, General Escrow Fund, and Debt Service Fund are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

All appropriations lapse on September 30 of the fiscal year.

Budgeted amounts are as originally adopted or as amended by the City Council.

F. Cash and Investments

Cash of all funds, including restricted cash, are pooled into common pooled accounts in order to maximize investment opportunities. Each fund whose monies are deposited in the pooled cash accounts has equity therein, and interest earned on the investment of these monies is allocated based upon relative equity at month end. An individual fund's pooled cash and investments are available upon demand and are considered to be "cash equivalents" when preparing these financial statements. In addition, any marketable securities not included in the common pooled accounts that are purchased with a maturity of ninety days or less are also considered "cash equivalents."

All investments are recorded at fair value based on quoted market prices. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties.

State statutes authorize the City to invest in obligations of the U.S. Government or its agencies; obligations of the State of Texas or its agencies; and certain other obligations, repurchase agreements, money market mutual funds and certificates of deposits within established criterion.

G. Interfund Receivables and Payables

Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

H. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are reported at acquisition value. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest has not been capitalized during the construction period on property, plant and equipment.

Assets capitalized, not including infrastructure assets, have an original cost of $5,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	40 Years
Water and Wastewater System	50 Years
Infrastructure	10-50 Years
Equipment	5-25 Years
Improvements	20 Years

I. Accumulated Vacation, Compensatory Time and Sick Leave

City employees earn vacation leave and compensatory time off for holidays worked. All annual vacation leave must be taken within one year after it is earned unless an exception has been granted by the City Manager. All earned vacation leave not taken within one year of its accumulation will be forfeited. Unused sick leave accumulated during the year is carried over into the next year with a maximum accrual of forty working days or twenty shifts. At the time of resignation or retirement, employees with ten or more years of service will be paid for unused sick leave. The compensated absences liability increased $14,348 over the course of the fiscal year and ended September 30, 2019 with a liability of $958,917.

J. Nature and Purpose of Designations of Fund Balance

The City follows Governmental Accounting Standards Board Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB 54) for classification of fund balances. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

The objective of this statement is to enhance the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions.

Fund balance categories under GASB 54 are Nonspendable and Spendable. Classifications under the Spendable category are Restricted, Committed, Assigned and Unassigned. These classifications reflect not only the nature of funds, but also provide clarity to the level of restriction placed upon fund balance. Unassigned fund balance is a residual classification within the General Fund. The General Fund should be the only fund that reports a positive unassigned balance. In all other funds, unassigned is limited to negative residual fund balance.

In accordance with GASB 54, the City classifies governmental fund balances in its financial statements, as follows:

1. Nonspendable Fund Balance
Includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual requirements. Examples include inventories, long-term receivables, endowment principal, and/or prepaid/deferred items.

2. Spendable Fund Balance

a. Restricted Fund Balance – Includes amounts that can be spent only for the specific purposes as imposed by law, or imposed by creditors, grantors, contributors, or other governments' laws and regulations. Examples include federal and state grant programs, retirement of long-term debt, and construction.

   i. The aggregate fund balance of the debt service fund is legally restricted for payment of bonded indebtedness and is not available for other purposes until all bonded indebtedness is liquidated.

   ii. The fund balance of the capital projects fund reflects an amount restricted for construction and major renovation projects, and it usually represents unexpended proceeds from the sale of bonds, which primarily have restricted use.

   iii. The proceeds of specific revenue sources that is restricted to expenditures for specified purposes as designated by grantors, contributors, by vote of citizens, or governmental entities over state or local program grants.

b. Committed Fund Balance – Includes amounts that can be used only for the specific purposes as determined by the governing body by use of a resolution, recorded in the minutes of the governing body. Commitments may be changed or lifted only by the governing body taking the same formal action that imposed the constraint originally. Examples include, but not specifically limited to, council action regarding construction, claims, and judgments, retirement of loans/notes payable, and capital expenditures. The City Council must take action to commit funds for a specific purpose prior to the end of the fiscal year, but the amount of the commitment may be determined after the end of the fiscal year.

c. Assigned Fund Balance – Includes amounts intended to be used by the City for specific purposes. Pursuant to GASB 54, this intent can be expressed by an official or body to which the governing body delegates that authority. Through a resolution, the City has delegated the City Manager to determine and define the amounts of those components of fund balance that are classified as Assigned. Examples take on the similar appearance as those enumerated for committed fund balance, including the appropriation of existing fund balance to eliminate a deficit in next year's budget.

d. Unassigned Fund Balance – Includes the residual classification of the General Fund and includes all amounts not contained in other classifications. By accounting for amounts in other funds, the City has implicitly assigned the funds for the purposes of those particular funds.

In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be extended is as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly unassigned fund balance.

At the end of each fiscal year, the General Fund should maintain unassigned fund balance that is no less than 15% of the subsequent year's General Fund appropriated expenditure budget. This target amount has been established in order to provide a reasonable level of assurance that the City's day-to-day operations will be able to continue even if circumstances occur where revenues are insufficient to cover expenditures.

K. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. In circumstances where an expense is to be made for a purpose for which amounts are available in multiple net position classifications, restricted position will be fully utilized first followed by unrestricted as necessary.

L. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. Information regarding the City's Total Pension Liability is obtained from TMRS through a report prepared for the City by TMRS' consulting actuary, Gabriel Roeder Smith & Company, in compliance with Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions.

M. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information has been determined based on the City's actuary report. For this purpose, OPEB expense recognized each fiscal year is equal to the change in the total OPEB liability from the beginning of the year to the end of the year, adjusted for deferred recognition of certain changes in the liability. Benefit payments are treated as being equal to the employer's yearly contributions for retirees. Information regarding the City's total OPEB liability is obtained from TMRS through a report prepared for the City by TMRS consulting actuary, Gabriel Roeder Smith & Company, in compliance with Governmental Accounting Standards Board (GASB) Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions.

N. Management's Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting period. Actual results could differ from those estimates. The assumptions utilized for purposes of measuring the net pension liability, total OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions and OPEB, and pension/OPEB expense for a year can and does vary from actual results.

Note 2. Cash and Investments

Cash and investments as of September 30, 2019 consist of the following:

Deposits with financial institutions	$	1,237,423
Investments		38,396,306
	$	39,633,729

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by investing mainly in investment pools which purchase a combination of shorter term investments with an average maturity of less than 30 days thus reducing the interest rate risk. The City monitors the interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. The City has no specific limitations with respect to this metric.

As of September 30, 2019, the City had the following investments:

Investment Type		Weighted Average Amount	Maturity
TexPool	$	38,396,306	34 days

As of September 30, 2019, the City did not invest in any securities which are highly sensitive to interest rate fluctuations.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the City's investment policy, or debt agreements, and the actual rating as of year-end for each investment type.

Investment Type		Amount	Minimum Legal Rating	Rating as of September 30, 2019
TexPool	$	38,396,306	AAA	AAAm

Concentration of Credit Risk

The investment policy of the City contains no limitations on the amount that can be invested in any one issuer. As of September 30, 2019, other than external investment pools, the City did not have 5% or more of its investments with one issuer.

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

The Public Funds Investment Act and the City's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The Public Funds Investment Act requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least the bank balance less the FDIC insurance at all times.

At September 30, 2019, the carrying amount of the City's cash on hand and deposits were $1,237,423 and the bank balance was $1,884,773. $250,000 of the bank balance was covered by depository insurance under the FDIC, with the remaining $1,634,773 secured with securities held by pledging financial institutions.

Investment in State Investment Pools

The Texpool investment pool is an external investment pool measured at amortized cost. In order to meet the criteria to be recorded at amortized cost, the investment pool must transact at a stable net asset value per share and maintain certain maturity, quality, liquidity and diversification requirements within the investment pool. The investment pool transacts at a net asset value of $1.00 per share, has weighted average maturities of 60 days or less and weighted average lives of 120 days or less, investments held are highly rated by nationally recognized statistical rating organizations, have no more than 5% of portfolio with one issuer (excluding U.S. government securities), and can meet reasonably foreseeable redemptions. Texpool has a redemption notice period of one day and may redeem daily. The investment pool's authority may only impose restrictions on redemptions in the event of a general suspension of trading on major securities markets, general banking moratorium or national state of emergency that affects the pool's liquidity. Texpool is subject to regulatory oversight by the State Treasurer, although it is not registered with the Securities and Exchange Commission.

Note 3. Restricted Assets

Restricted assets in the Enterprise Fund are held for the following purposes in accordance with bond ordinances or other legal restrictions:

Debt Service - Interest and Sinking Fund		
Cash and investments	$	184,466
Refundable water and wastewater deposits		658,001
Total	$	842,467

Note 4. Notes Receivable

During the year ended September 30, 2018, the City loaned $460,000 to a residential developer to construct the Mariposa Apartment Homes at Spring Hollow. The purpose of the Loan was to assist Spring Hollow in meeting the requirements for a federal tax credit. Payments totaling $459,000 were received during the fiscal year ended September 30, 2018. As of September 30, 2019, the outstanding balance was $1,000. The remaining balance is due over a 15 year term, bearing an interest rate of 3%.

Note 5. Capital Assets

Capital asset activity for the year ended September 30, 2019, was as follows:

	Balance, October 1, 2018	Additions/ Completions	Retirements/ Adjustments	Balance, September 30, 2019
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 14,527,200	$ 1,146,960	$ -	$ 15,674,160
Construction in progress	14,783,021	1,211,437	-	15,994,458
Total capital assets, not being depreciate	29,310,221	2,358,397	-	31,668,618
Capital assets being depreciated:				
Buildings	19,713,546	20,035	-	19,733,581
Improvements	1,937,259	5,990	-	1,943,249
Infrastructure	99,788,376	2,840,404	-	102,628,780
Equipment	7,623,973	2,566,512	(498,593)	9,691,892
Total capital assets, being depreciated	129,063,154	5,432,941	(498,593)	133,997,502
Less accumulated depreciation for:				
Buildings	7,131,539	502,299	-	7,633,838
Improvements	933,621	90,216	-	1,023,837
Infrastructure	56,260,011	2,322,549	-	58,582,560
Equipment	5,261,528	531,434	(498,593)	5,294,369
Total accumulated depreciation	69,586,699	3,446,498	(498,593)	72,534,604
Total capital assets being depreciated, ne	59,476,455	1,986,443	-	61,462,898
Governmental activities capital assets, net	$ 88,786,676	$ 4,344,840	$ -	$ 93,131,516

	Balance, October 1, 2018	Additions/ Completions	Retirements/ Adjustments	Balance, September 30, 2019
Business-type Activities:				
Capital assets, not being depreciated:				
Land	$ 16,657	$ -	$ -	$ 16,657
Construction in progress	277,420	(174,612)	-	102,808
Total capital assets, not being depreciated	294,077	(174,612)	-	119,465
Capital assets, being depreciated:				
Buildings	154,587	-	-	154,587
Water and wastewater system	35,584,887	2,045,250	-	37,630,137
Equipment	1,418,367	107,132	(49,177)	1,476,322
Total capital assets, being depreciated	37,157,841	2,152,382	(49,177)	39,261,046
Less accumulated depreciation				
Buildings	71,898	3,540	-	75,438
Water and wastewater system	11,448,601	700,283	-	12,148,884
Equipment	1,004,044	87,352	(49,177)	1,042,219
Total accumulated depreciation	12,524,543	791,175	(49,177)	13,266,541
Total capital assets being depreciated, net	24,633,298	1,361,207	-	25,994,505
Business-type activities capital assets, net	$ 24,927,375	$ 1,186,595	$ -	$ 26,113,970

Depreciation expense was charged as direct expense to programs of the primary government as follows:

Governmental activities:	
General administrative office	$ 115,499
Municipal court	1,944
Fire	181,246
Police	310,305
Public works	2,461,825
Community services	183,311
Library	45,025
Inspections/code enforcement	14,147
Animal services	10,479
Fleet maintenance	44,614
Parks	77,912
Information technology	191
	$ 3,446,498
Business-type activities:	
Water and wastewater	$ 791,175

The City has active construction projects as of September 30, 2019. Total accumulated commitments for capital projects are $546,131 for the Capital Projects Fund and $9,068 for the General Fund.

Note 6. Long-Term Debt

At September 30, 2019, the City's bonds payable consisted of the following:

	Governmental	Business-type
2009 Certificates of Obligation Bonds, dated May 1, 2009, due in annual installments through September 1, 2025, bearing interest rates of 3.8% to 4.6%	$ 615,000	$ -
2010 Certificates of Obligation Bonds, dated August 1, 2010, due in annual installments through September 1, 2030, bearing interest rates of 2.5% to 4%	1,170,000	-
2010 Waterworks and Sewer System Refunding Revenue Bonds, dated August 1, 2010, due in annual installments through September 1, 2020, bearing interest rates of 2% to 3%	-	50,000
2012 General Obligation Refunding Bonds, dated April 1, 2012, due in annual installments through September 1, 2023, bearing interest rates of 2% to 3%.	1,215,000	-
2013 General Obligation Refunding Bonds, dated August 29, 2013, due in annual installments through September 1, 2033, bearing interest rates of 2% to 4.1%	6,505,000	-
2014 General Obligation Refunding Bonds, dated April 8, 2014, due in annual installments through September 1, 2024, bearing an interest rate of 1.99%.	1,120,000	210,000
2015 General Obligation Bonds, dated September 7, 2015, due in annual installments through September 1, 2035, bearing an interest rate of 1.00% through 3.50%.	6,440,000	-
2015 General Obligation Refunding Bonds, dated December 22, 2015, due in annual installments through September 1, 2027, bearing an interest rate of 1.98%.	-	1,210,000
2016 General Obligation Refunding Bonds, dated June 21, 2016, due in annual installments through September 1, 2027, bearing an interest rate of 1.69%.	3,860,000	-
2017 General Obligation Bonds, dated June 1, 2017, due in annual installments through September 1, 2037, bearing an interest rate of 3.00%.	7,295,000	-
2019 Tax Notes, dated September 17, 2019, due in annual installments through March 1, 2026, bearing an interest rate of 1.40%.	2,000,000	
Premium on bonds	615,889	-
Total bonds payable	$ 30,835,889	$ 1,470,000

The following is a summary of long-term debt transactions of the City for the year ended September 30, 2019:

	Balance, October 1, 2018	Increases	Decreases	Balance, September 30, 2019	Due Within One Year
Governmental activities:					
General obligation bonds	$ 28,765,000	$ -	$ (2,330,000)	$ 26,435,000	$ 2,380,000
Certificates of obligation	1,950,000	-	(165,000)	1,785,000	175,000
Tax notes	-	2,000,000	-	2,000,000	430,000
Premiums on bonds	672,612	-	(56,723)	615,889	56,723
Total governmental activities	$ 31,387,612	$ 2,000,000	$ (2,551,723)	$ 30,835,889	$ 3,041,723
Business-type activities:					
Revenue bonds	$ 100,000	$ -	$ (50,000)	$ 50,000	$ 50,000
General obligation bonds	1,615,000	-	(195,000)	1,420,000	200,000
Premiums on bonds	1,730	-	(1,730)	-	-
Total business-type activities	$ 1,716,730	$ -	$ (246,730)	$ 1,470,000	$ 250,000

The City issues general obligation bonds and certificates of obligation. General obligation bonds and certificates of obligation are direct obligations of the City and pledge the full faith and credit of the City.

The annual requirements to amortize all debts outstanding as of September 30, 2019, are as follows:

General Obligation Bonds

Due Fiscal Year Ending September 30,	Governmental Activities		
	Principal	Interest	Total
2020	$ 2,380,000	$ 759,853	$ 3,139,853
2021	2,065,000	704,128	2,769,128
2022	2,115,000	653,483	2,768,483
2023	2,160,000	601,569	2,761,569
2024	1,895,000	548,472	2,443,472
2025-2029	7,315,000	2,077,142	9,392,142
2030-2034	6,515,000	951,025	7,466,025
2035-2039	1,990,000	108,050	2,098,050
Totals	$ 26,435,000	$ 6,403,722	$ 32,838,722

Certificates of Obligation

Due Fiscal Year Ending September 30,	Governmental Activities		
	Principal	Interest	Total
2020	$ 175,000	$ 70,190	$ 245,190
2021	185,000	63,860	248,860
2022	195,000	56,945	251,945
2023	200,000	49,458	249,458
2024	210,000	41,513	251,513
2025-2029	690,000	101,478	791,478
2030-2034	130,000	5,200	135,200
Totals	$ 1,785,000	$ 388,644	$ 2,173,644

Tax Notes

Due Fiscal Year Ending September 30,	Governmental Activities		
	Principal	Interest	Total
2020	$ 430,000	$ 23,746	$ 453,746
2021	410,000	19,110	429,110
2022	225,000	14,665	239,665
2023	230,000	11,480	241,480
2024	230,000	8,260	238,260
2025-2029	475,000	6,685	481,685
Totals	$ 2,000,000	$ 83,946	$ 2,083,946

General Obligation Bonds

Due Fiscal Year Ending September 30,	Business-type Activities		
	Principal	Interest	Total
2020	$ 200,000	$ 28,138	$ 228,138
2021	210,000	24,170	234,170
2022	220,000	20,004	240,004
2023	150,000	15,642	165,642
2024	155,000	12,672	167,672
2025-2029	485,000	19,305	504,305
Totals	$ 1,420,000	$ 119,931	$ 1,539,931

Revenue Bonds

Due Fiscal Year Ending September 30,	Business-type Activities		
	Principal	Interest	Total
2020	$ 50,000	$ 1,500	$ 51,500
Totals	$ 50,000	$ 1,500	$ 51,500

Note 7. Property Tax

Property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business property located in the City. Taxable assessed value represents the appraisal value less applicable exemptions authorized by the City Council.

Taxes are due on October 1, the levy date, and are delinquent after the following January 31. Tax assessments are automatic on January 1, each year. Penalties and interest are included for any payment received after January 31. Penalties start at 6% of the outstanding balance, respectively and increase to 12% for payments received after July 1. Interest increases 1% for each month the balance is outstanding after January 31.

Property taxes at the fund level are recorded as receivables and deferred revenues at the time the taxes are assessed. Revenues are recognized as the related ad valorem taxes are collected. Additional amounts estimated to be collectible in time to be a resource for payment of obligations incurred during the fiscal year and therefore susceptible to accrual have been recognized as revenue. Property taxes are recorded net of the allowance for uncollectible taxes ($148,677 for the General Fund and $140,538 for the Debt Service Fund). The allowance is evaluated annually based upon analysis of historical trends, current economic conditions and other pertinent factors. Uncollectible personal property taxes are written off upon expiration of the five year statute of limitations.

Note 8. Pension Plan

Plan Description

The City of Saginaw participates as one of 887 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report (CAFR) that can be obtained at www.tmrs.com.

All eligible employees of the city are required to participate in TMRS.

Benefits

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the city, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payments options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes. Plan provisions for the City are as follows:

Employee deposit rate	6-7%
Matching ratio (City to employee)	2-1
A member is vested after	5 years
Updated service credit	100% Repeating, Transfers
Annuity increase (to retirees)	70% of CPI Repeating

Members can retire at certain ages, based on the years of service with the City. The Service Retirement Eligibilities for the City are 5 years at 60 years of age or 20 years at any age.

Employees covered by benefit terms

At the December 31, 2018 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	56
Inactive employees entitled to but not yet receiving benefits	80
Active employees	150
	286

Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the city matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the city. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the City of Saginaw were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City of Saginaw were 17.44% and 21.33% in calendar years 2018 and 2019, respectively. The city's contributions to TMRS for the year ended September 30, 2019, were $1,491,686 and were equal to the required contributions.

Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2018, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions

The Total Pension Liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.5% to 10.5% per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment, with male rates multiplied by 109% and female rates multiplied by 103% and due to the size of the City, rates are multiplied by an additional factor of 100%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment are used with males rates multiplied by 109% and female rates multiplied by 103% with a 3-year set-forward for both males and females. In addition, a 3% minimum mortality rate is applied to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3% floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four year period from December 31, 2010 to December 31, 2014. They were adopted in 2015 and first used in the December 31, 2015 actuarial valuation. The post-retirement mortality assumption for healthy annuitants and Annuity Purchase Rate (APRs) are based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. In conjunction with these changes first used in the December 31, 2013 valuation, the System adopted the Entry Age Normal actuarial cost method and a one-time change to the amortization policy. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates if return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Domestic Equity	17.50%	4.30%
International Equity	17.50%	6.10%
Core Fixed Income	10.00%	1.00%
Non-Core Fixed Income	20.00%	3.39%
Real Return	10.00%	3.78%
Real Estate	10.00%	4.44%
Absolute Return	10.00%	3.56%
Private Equity	5.00%	7.75%
Total	100.00%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at December 31, 2017	$ 37,451,286	$ 29,393,535	$ 8,057,751
Changes for the year:			
Service cost	1,567,813	-	1,567,813
Interest	2,777,269	-	2,777,269
Change of benefit terms	3,431,070	-	3,431,070
Difference between expected and actual experience	(144,360)	-	(144,360)
Changes of assumptions	-	-	-
Contributions - employer	-	1,491,686	(1,491,686)
Contributions - employee	-	513,196	(513,196)
Net investment income	-	(880,810)	880,810
Benefit payments, including refunds of employee contributions	(1,043,059)	(1,043,059)	-
Administrative expense	-	(17,017)	17,017
Other changes	-	(889)	889
Net changes	6,588,733	63,107	6,525,626
Balance at December 31, 2018	$ 44,040,019	$ 29,456,642	$ 14,583,377

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease in Discount Rate (5.75%)	Discount Rate (6.75%)	1% Increase in Discount Rate (7.75%)
City's net pension liability	$ 21,236,634	$ 14,583,377	$ 9,150,809

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2019, the City recognized pension expense of $2,596,090.

At September 30, 2019, the city reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ -	$ (531,981)
Changes in actuarial assumptions	33,012	-
Difference between projected and actual investment earnings	1,510,121	-
Contributions subsequent to the measurement date	1,452,702	-
Totals	$ 2,995,835	$ (531,981)

$1,452,702 was reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the measurement year ending December 30, 2019 (i.e. recognized in the City's financial statements for the year ended September 30, 2020). Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31,		
2019	$	326,539
2020		58,884
2021		116,609
2022		520,305
2023		(11,185)
Thereafter		-
Totals	$	1,011,152

Note 9. Postemployment Benefits Other Than Pensions

Plan Description

The City participates in a single employer, defined benefit group-term life insurance plan known as the Supplemental Death Benefits Fund (SDBF) administered by the Texas Municipal Retirement System (TMRS). The SDBF covers both active and retiree benefits with no segregation of assets, and therefore doesn't meet the definition of a trust under GASB No. 75 (i.e., no assets are accumulated for OPEB) and as such the SDBF is considered to be an unfunded OPEB plan.

The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The city may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The city contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

Benefits

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death). The death benefit for retirees is considered an other postemployment benefit (OPEB) and is a fixed amount of $7,500.

Employees covered by benefit terms

At the December 31, 2018 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	45
Inactive employees entitled to but not yet receiving benefits	14
Active employees	150
	209

Net OPEB Liability

The City's net OPEB liability of $332,532 was measured as of December 31, 2018, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The net OPEB liability in the December 31, 2018 actuarial valuation was determined using the following actuarial assumptions applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5% per year
Overall payroll growth	3.5% to 10.5% per year
Discount Rate	3.71%

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment, with male rates multiplied by 109% and female rates multiplied by 103% and due to the size of the City, rates are multiplied by an additional factor of 100%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustment are used with males rates multiplied by 109% and female rates multiplied by 103% with a 3-year set-forward for both males and females. In addition, a 3% minimum mortality rate is applied to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3% floor.

Discount Rate

The discount rate was to measure the net OPEB liability was 3.71%. The discount rate was based on Fidelity Index's "20-Year Municipal GO AA Index" rate as of the measurement date.

	Total OPEB Liability
Balance at December 31, 2017	$ 343,342
Changes for the year:	
Service cost	17,962
Interest	11,619
Change of benefit terms	-
Difference between expected and actual experience	(13,397)
Changes of assumptions or other inputs	(24,428)
Benefit payments	(2,566)
Net changes	(10,810)
Balance at December 31, 2018	$ 332,532

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of the City, calculated using the discount rate of 3.71%, as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (2.71%) or 1-percentage-point higher (4.71%) than the current rate:

	1% Decrease in Discount Rate (2.71%)	Discount Rate (3.71%)	1% Increase in Discount Rate (4.71%)
City's OPEB liability	$ 398,219	$ 332,532	$ 280,811

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2019, the City recognized OPEB expense of $28,147.

At September 30, 2019, the city reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ -	$ (11,611)
Changes in actuarial assumptions	-	(1,320)
Contributions subsequent to the measurement date	2,043	-
Total	$ 2,043	$ (12,931)

$2,043 was reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date and will be recognized as a reduction of the net OPEB liability for the measurement year ending December 30, 2019 (i.e. recognized in the City's financial statements for the year ended September 30, 2020). Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:"

Year ended December 31,	
2019	$ (1,434)
2020	(1,434)
2021	(1,434)
2022	(1,434)
2023	(1,434)
Thereafter	(5,761)
Total	$ (12,931)

Note 10. Commitments

The City renewed a twenty (20) year contract in 2017 with the City of Fort Worth for the treatment and transportation of wastewater. Payments under this contract are on a strength and volume basis per month. Also, there is a twenty-five dollar ($25) per meter monthly service charge.

The City renewed a twenty (20) year contract in 2010 with the City of Fort Worth for the delivery of treated water. Payments under this contract are on a volume and rate of use basis per month. There is also a twenty-five dollar ($25) per meter monthly service charge.

The City entered into an agreement in 2019, under Chapter 380 of the Texas Local Government Code, for the reimbursement of $2,000,000 for the development costs for property development and roadway improvements. As of September 30, 2019, no costs have been incurred or reimbursed.

Note 11. Interfund Balances and Transfers

All interfund transfers between the various funds are approved supplements to the operations of those funds.

Receivable Fund	Payable Fund	Amount
General Fund	Enterprise Fund	$ 653,025
General Fund	Saginaw CCPD Fund	1,005,300
General Fund	Donations Fund	8,120
General Fund	Escrow Fund	7,707
General Fund	Drainage Utility Fund	122,960
Enterprise Fund	Drainage Utility Fund	73,955
Escrow Fund	General Fund	42,970
		$ 1,914,037

Transfers are primarily used to move funds from:

- The Enterprise Fund to the General Fund for vehicle maintenance expenses and operating expenses.
- The Saginaw CCPD Fund to the General Fund for salaries and related expenses for ten Police Officers, one Public Safety Officer, one Dispatcher, and half (1/2) of one of the School Resource Officers.
- The Donations Fund to the General Fund for two seasonal part-time library pages.
- The Escrow Fund to the General Fund for police over-time for bailiff duty.
- The Drainage Utility Fund to the General Fund for salaries and related expenses.
- The Drainage Utility Fund to the Enterprise Fund for half (1/2) of the cost of the Environmental Specialist and Environmental Assistant.
- The General Fund to the Escrow Fund for the annual contribution to the equipment replacement escrow.

Note 12. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City insures its buildings and contents, law enforcement liability, public officials' liability, general liability and auto liability under a renewable one year policy with the Texas Municipal League. The City insures its workers compensation risk by participating in the Texas Municipal League Intergovernmental Risk Pool which is a self-insurance policy mechanism for political subdivisions in Texas. Rates are set by the State Insurance Board. Each participant's contribution to the pool is adjusted based on its workers' compensation history. The City is responsible only to the extent of premiums paid and contributions made to Texas Municipal League and the Intergovernmental Risk Pool. There have been no significant changes in insurance coverage as compared to last year and settlements have not exceeded coverage in each of the past three fiscal years.

Note 13. Tax Abatements and Economic Incentive Agreements

Tax Abatements under Chapter 312 of the Texas Tax Code and economic incentive agreements under Chapter 380 of the Texas Tax Code allow the City to negotiate tax abatement agreements and economic incentive agreements with applicants. These agreements authorize the appraisal districts to reduce the assessed value of the taxpayer's property by a percentage specified in the agreement, and the taxpayer will pay taxes on the lower assessed value during the term of the agreement. Property taxes abated under these programs were $206,978 in fiscal year 2019.

Note 14. New Accounting Pronouncements

The GASB pronouncements effective in fiscal years 2019 and 2020 are listed as follows:

The GASB issued Statement No. 83, Certain Asset Retirement Obligations. This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. A government that has legal obligations to perform future asset retirement activities related to its tangible capital assets should recognize a liability based on the guidance in this Statement. This Statement applies to all state and governmental entities. This statement is effective for fiscal year 2019. The implementation of this statement did not impact the City's financial statements.

The GASB issued Statement No. 84, Fiduciary Activities, which will be effective for fiscal year 2020. The objective of this Statement is to establish standards of accounting and financial reporting for fiduciary activities. This Statement applies to all state and governmental entities. The City will evaluate the impact of the standard on its financial statements and will the necessary steps to implement it.

The GASB issued Statement No. 88, Certain Disclosures Related to debt, including Direct Borrowings and Direct Placements. The primary objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. This Statement defines debt for purposes of disclosure in notes to financial statements as a liability that arises from a contractual obligation to pay cash (or other assets that may be used in lieu of cash) in one or more payments to settle an amount that is fixed at the date the contractual obligation is established. This Statement applies to all state and governmental entities. This statement is effective for fiscal year 2019. The implementation of this statement did not impact the City's financial statements.

The GASB issued Statement No. 90, Majority Equity Interests- An Amendment of GASB Statements No. 14 and 16, which will be effective for fiscal year 2020. The objective of this Statement is to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. This Statement applies to all state and governmental entities. The City will evaluate the impact of the standard on its financial statements and will the necessary steps to implement it.

Note 15. Subsequent Events

The City has evaluated all events and transactions that occurred after September 30, 2019 through January 21, 2020, the date the financial statements were issued.

City of Saginaw

Required Supplementary Information

City of Saginaw

City of Saginaw, Texas
Schedule of Changes in Net Pension Liability and Related Ratios
Texas Municipal Retirement System

	Year Ended December 31				
	2014	2015	2016	2017	2018
TOTAL PENSION LIABILITY					
Service cost	$ 1,094,648	$ 1,192,902	$ 1,237,546	$ 1,287,912	$ 1,567,813
Interest (on the total pension liability)	2,004,340	2,134,257	2,224,580	2,372,294	2,777,269
Changes of benefit terms	-	-	-	-	3,431,070
Difference between expected and actual experience	(494,746)	(194,482)	(306,070)	(93,610)	(144,360)
Change of assumptions	-	89,204	-	-	-
Benefit payments, including refunds of employee contributions	(793,956)	(800,864)	(752,837)	(1,232,910)	(1,043,059)
Net change in total pension liability	1,810,286	2,421,017	2,403,219	2,333,686	6,588,733
Total pension liability, beginning	28,483,078	30,293,364	32,714,381	35,117,600	37,451,286
TOTAL PENSION LIABILITY, ending (a)	$ 30,293,364	$ 32,714,381	$ 35,117,600	$ 37,451,286	$ 44,040,019
PLAN FIDUCIARY NET POSITION					
Contributions - employer	$ 1,247,471	$ 1,351,553	$ 1,404,336	$ 1,427,850	$ 1,491,686
Contributions - employee	433,652	453,288	472,046	488,154	513,196
Net investment income	1,120,846	31,855	1,527,402	3,497,782	(880,810)
Benefit payments, including refunds of employee contributions	(793,956)	(800,864)	(752,837)	(1,232,910)	(1,043,059)
Administrative expense	(11,699)	(19,398)	(17,251)	(18,123)	(17,017)
Other	(962)	(958)	(929)	(920)	(889)
Net change in plan fiduciary net position	1,995,352	1,015,476	2,632,767	4,161,833	63,107
Plan fiduciary net position, beginning	19,588,107	21,583,459	22,598,935	25,231,702	29,393,535
PLAN FIDUCIARY NET POSITION, ending (b)	$ 21,583,459	$ 22,598,935	$ 25,231,702	$ 29,393,535	$ 29,456,642
NET PENSION LIABILITY/ (ASSET), ending (a) - (b)	$ 8,709,905	$ 10,115,446	$ 9,885,898	$ 8,057,751	$ 14,583,377
Plan fiduciary net position as a percentage of total pension liability	71.25%	69.08%	71.85%	78.48%	66.89%
Covered Payroll	$ 7,227,528	$ 7,554,795	$ 7,867,428	$ 8,135,894	$ 8,553,265
Net pension liability as a percentage of covered payroll	120.51%	133.89%	125.66%	99.04%	170.50%

Other Information:

Notes

Only five years of data is presented in accordance with GASB 68, paragraph 138. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

City of Saginaw, Texas
Schedule of Contributions
Texas Municipal Retirement System

	Year Ended September 30				
	2015	2016	2017	2018	2019
Actuarially Determined Contribution	$ 1,247,471	$ 1,351,553	$ 1,404,336	$ 1,427,850	$ 1,491,686
Contributions in relation to the actuarially determined contribution	1,327,755	1,416,758	1,437,537	1,488,506	1,819,055
Contribution deficiency (excess)	$ (80,284)	$ (65,205)	$ (33,201)	$ (60,656)	$ (327,369)
Covered payroll	$ 7,431,617	$ 8,101,429	$ 8,085,355	$ 8,444,346	$ 8,911,253
Contributions as a percentage of covered payroll	17.87%	17.49%	17.78%	17.63%	20.41%

Valuation Date:

Notes — Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method Level	Level Percentage of Payroll, Closed
Remaining Amortization Period	27 years
Asset Valuation Method	10 Year smoothed market; 15% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 10.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that are specific to the City's plan of benefits. Last updated for the 2015 valuation pursuant to an experience study of the period 2010 - 2014
Mortality	RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with

Other Information:

Notes — Increased employee contribution rate from 6% to 7%

Only five years of data is presented in accordance with GASB 68, paragraph 138. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

City of Saginaw, Texas
Schedule of Changes in Net OPEB Liability and Related Ratios
Texas Municipal Retirement System

	Year Ended December 31	
	2017	2018
TOTAL OPEB LIABILITY		
Service cost	$ 14,645	$ 17,962
Interest	11,297	11,619
Change of benefit terms	-	-
Difference between expected and actual experience	-	(13,397)
Changes of assumptions or other inputs	27,069	(24,428)
Benefit payments*	(2,441)	(2,566)
Net change in total OPEB liability	50,570	(10,810)
Total OPEB liability, beginning	292,772	343,342
Total OPEB LIABILITY, ending	$ 343,342	$ 332,532
Covered Payroll	$ 8,135,894	$ 8,553,265
Total OPEB liability as a percentage of covered payroll	4.22%	3.89%

Other Information:

Notes: GASB 75, Paragraph 97, requires that the information on this schedule be data from the period corresponding with the period covered as of the measurement date of December 31, 2018 - the period from January 30, 2018 - December 31, 2018.
Only two years of data is presented in accordance with GASB 75 paragraph 245. "The information for all periods for the 10-year schedules that are required to be presented as required supplementary information may not be available initially. In these cases, during the transition period, that information should be presented for as many years as are available. The schedules should not include information that is not measured in accordance with the requirements of this Statement."

City of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual – General Fund
For the Fiscal Year Ended September 30, 2019

	Budgeted amounts		Actual GAAP	Variance with Final Budget
	Original	Final	Basis	Over / (Under)
REVENUES				
Taxes	$ 11,706,835	$ 12,191,835	$ 12,454,203	$ 262,368
Licenses and permits	685,000	755,000	858,901	103,901
Charges for services	84,000	88,200	87,150	(1,050)
Fines and fees	476,850	478,850	509,672	30,822
Interest income	160,000	294,000	295,148	1,148
Recreation income	500,000	520,000	524,686	4,686
Intergovernmental	220,045	215,045	216,779	1,734
Miscellaneous revenues	100,000	174,870	224,606	49,736
Total revenues	13,932,730	14,717,800	15,171,145	453,345
EXPENDITURES				
Current:				
General administrative office	1,668,235	1,864,160	1,846,648	(17,512)
Municipal court	210,705	227,110	212,743	(14,367)
Fire	3,817,585	3,822,585	3,826,258	3,673
Police	4,974,730	5,533,800	5,284,720	(249,080)
Public works	1,516,020	2,205,130	1,835,898	(369,232)
Parks	553,885	525,885	379,478	(146,407)
Community services	1,074,565	1,084,115	998,499	(85,616)
Library	635,690	635,690	601,026	(34,664)
Inspections/code enforcement	613,790	673,790	600,849	(72,941)
Animal services	355,975	355,975	329,854	(26,121)
City garage	564,360	484,360	434,837	(49,523)
Economic development	289,235	267,235	243,050	(24,185)
Information technology	308,995	311,295	327,680	16,385
Total expenditures	16,583,770	17,991,130	16,921,540	(1,069,590)
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	(2,651,040)	(3,273,330)	(1,750,395)	1,522,935
OTHER FINANCING SOURCES (USES)				
Transfers in	1,794,405	1,794,405	1,797,112	2,707
Transfers out	(28,905)	(50,905)	(42,970)	7,935
Total other financing sources (uses)	1,765,500	1,743,500	1,754,142	10,642
Net change in fund balance	(885,540)	(1,529,830)	3,747	1,533,577
FUND BALANCES, beginning of year	11,600,392	11,600,392	11,600,392	-
FUND BALANCES, end of year	$ 10,714,852	$ 10,070,562	$ 11,604,139	$ 1,533,577

Combining and Individual Fund Statements and Schedules

City of Saginaw

Non-Major Governmental Funds

City of Saginaw, Texas
Combining Balance Sheet
Non-Major Governmental Funds
September 30, 2019

	Special Revenue						
	Police Fund	Saginaw CCPD Fund	Drainage Utility Fund	Street Maintenance Fund	Donations Fund	Escrow Fund	Total Other Governmental Funds
ASSETS							
Deposits and investments	$ 10,979	$ 253,342	$ 2,576,776	$ 1,839,796	$ 434,736	$ 1,601,900	$ 6,717,529
Receivables							
Other	-	-	78,382	-	31,752	17,510	127,644
Taxes	-	224,832	-	79,997	-	-	304,829
TOTAL ASSETS AND OTHER DEBITS	$ 10,979	$ 478,174	$ 2,655,158	$ 1,919,793	$ 466,488	$ 1,619,410	$ 7,150,002
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable and accrued liabilities	$ -	$ 412	$ 19,073	$ 152,878	$ 4,652	$ 7,005	$ 184,020
Unearned revenue	-	-	-	-	32,672	-	32,672
Total liabilities	-	412	19,073	152,878	37,324	7,005	216,692
Fund balances:							
Restricted:							
Street maintenance	-	-	-	1,766,915	-	-	1,766,915
Crime prevention	10,979	477,762	-	-	-	-	488,741
Drainage	-	-	2,636,085	-	-	-	2,636,085
Other	-	-	-	-	-	1,612,405	1,612,405
Committed:							
Donations	-	-	-	-	429,164	-	429,164
Total fund balances	10,979	477,762	2,636,085	1,766,915	429,164	1,612,405	6,933,310
TOTAL LIABILITIES, AND FUND BALANCES	$ 10,979	$ 478,174	$ 2,655,158	$ 1,919,793	$ 466,488	$ 1,619,410	$ 7,150,002

City of Saginaw, Texas
Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Non-Major Governmental Funds
For the Fiscal Year Ended September 30, 2019

	Special Revenue						
	Police Fund	Saginaw CCPD Fund	Drainage Utility Fund	Street Maintenance Fund	Donations Fund	Escrow Fund	Total Other Governmental Funds
REVENUES							
Taxes	$ -	$ 1,226,497	$ -	$ 429,450	$ -	$ 80,263	$ 1,736,210
Fines and fees	-	-	-	-	-	20,098	20,098
Intergovernmental	-	2,632	-	-	-	-	2,632
Miscellaneous	93	-	-	-	287,593	43,455	331,141
Interest income	248	7,605	53,177	37,888	6,399	32,523	137,840
Charges for services	-	-	794,783	-	-	-	794,783
Total revenues	341	1,236,734	847,960	467,338	293,992	176,339	3,022,704
EXPENDITURES							
Current:							
General operating	-	-	151,549	300,198	171,352	66,613	689,712
Police	-	73,566	-	-	-	-	73,566
Capital outlay	-	205,279	80,452	56,000	10,000	20,035	371,766
Total expenditures	-	278,845	232,001	356,198	181,352	86,648	1,135,044
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	341	957,889	615,959	111,140	112,640	89,691	1,887,660
OTHER FINANCING SOURCES (USES)							
Transfers in	-	-	-	-	-	42,970	42,970
Transfers out	-	(1,005,300)	(196,915)	-	(8,120)	(7,707)	(1,218,042)
Total other financing sources (uses)	-	(1,005,300)	(196,915)	-	(8,120)	35,263	(1,175,072)
Net change in fund balances	341	(47,411)	419,044	111,140	104,520	124,954	712,588
Fund balances, beginning of year	10,638	525,173	2,217,041	1,655,775	324,644	1,487,451	6,220,722
FUND BALANCES, end of year	$ 10,979	$ 477,762	$ 2,636,085	$ 1,766,915	$ 429,164	$ 1,612,405	$ 6,933,310

City of Saginaw

Special Revenue Funds

The following funds have legally adopted budgets:

Saginaw Crime Control and Prevention District Fund – Used to account for funds to be used to address crime control and prevention.

Drainage Utility Fund – Used to account for fees assessed on properties based on the amount of storm water runoff they produce and the costs of operating the storm drainage system.

Street Maintenance Fund – Used to account for the sales tax revenues restricted for the purpose of street maintenance and repairs.

Donations Fund – Used to account for donations received by the City committed for specific purposes.

Escrow Fund – Used to account for hotel/motel taxes, court technology and security fees, gas production proceeds, and insurance settlements received by the City.

City of Saginaw, Texas
Comparative Balance Sheets
Saginaw Crime Control and Prevention District Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
Deposits and investments	$ 253,342	$ 335,137
Receivables		
Taxes, net of allowance	224,832	191,643
TOTAL ASSETS	$ 478,174	$ 526,780
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 412	$ 1,607
Total liabilities	412	1,607
FUND BLANCES		
Restricted for crime prevention	477,762	525,173
Total fund balances	477,762	525,173
TOTAL LIABILITIES AND FUND BALANCES	$ 478,174	$ 526,780

City of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Saginaw Crime Control and Prevention District Fund
For the Fiscal Year Ended September 30, 2019 And 2018

	Budgeted amounts		Actual GAAP	Variance with Final Budget	Actual GAAP Basis
	Original	Final	Basis	Positive (Negative)	2018
REVENUE					
Sales taxes	$ 1,111,000	$ 1,186,000	$ 1,226,497	$ 40,497	$ 1,131,636
Intergovernmental	3,850	3,850	2,632	(1,218)	23,607
Interest income	1,000	7,000	7,605	605	5,517
Total revenues	1,115,850	1,196,850	1,236,734	39,884	1,160,760
EXPENDITURES					
Uniforms	6,300	6,300	6,819	(519)	2,091
Data processing	48,000	48,000	46,468	1,532	43,795
Officer supplies and equipment	2,000	2,000	1,198	802	931
Books	3,500	3,500	3,960	(460)	3,310
Crime prevention supplies	2,000	2,000	1,621	379	748
Maintenance and repairs	-	-	-	-	25,448
Tactical employee training	13,500	13,500	13,500	-	13,387
Capital outlay	226,190	226,190	205,279	20,911	103,930
Total expenditures	301,490	301,490	278,845	22,645	193,640
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	814,360	895,360	957,889	62,529	967,120
OTHER FINANCING SOURCES (USES)					
Transfers out	(1,005,300)	(1,005,300)	(1,005,300)	-	(954,200)
Total other financing sources (uses)	(1,005,300)	(1,005,300)	(1,005,300)	-	(954,200)
NET CHANGE IN FUND BALANCES	(190,940)	(109,940)	(47,411)	62,529	12,920
FUND BALANCES, beginning of year	525,173	525,173	525,173	-	512,253
FUND BALANCES, end of year	$ 334,233	$ 415,233	$ 477,762	$ 62,529	$ 525,173

City of Saginaw, Texas
Comparative Balance Sheets
Drainage Utility Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
Deposits and investments	$ 2,576,776	$ 2,138,125
Receivables		
Other	78,382	84,240
TOTAL ASSETS	$ 2,655,158	$ 2,222,365
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 19,073	$ 5,324
Total liabilities	19,073	5,324
FUND BLANCES		
Restricted for drainage	2,636,085	2,217,041
Total fund balances	2,636,085	2,217,041
TOTAL LIABILITIES AND FUND BALANCES	$ 2,655,158	$ 2,222,365

City of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Drainage Utility Fund
For the Fiscal Year Ended September 30, 2019 And 2018

	Budgeted amounts		Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis 2018
	Original	Final			
REVENUE					
Interest income	$ 30,000	$ 50,000	$ 53,177	$ 3,177	$ 28,079
Charges for services	776,400	793,400	794,783	1,383	776,501
Total revenues	806,400	843,400	847,960	4,560	804,580
EXPENDITURES					
Uniforms	1,200	1,200	809	391	836
Officer supplies and equipment	45,000	45,000	38,177	6,823	42,696
Disposal costs	10,000	10,000	6,560	3,440	5,000
Maintenance and repairs	-	-	97,876	(97,876)	-
Tactical employee training	1,000	1,000	2,573	(1,573)	1,033
Other	1,500	1,500	5,554	(4,054)	3,716
Capital outlay	450,500	597,350	80,452	516,898	77,397
Total expenditures	509,200	656,050	232,001	424,049	130,678
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	297,200	187,350	615,959	428,609	673,902
OTHER FINANCING SOURCES (USES)					
Transfers out	(196,915)	(196,915)	(196,915)	-	(158,155)
Total other financing sources (uses)	(196,915)	(196,915)	(196,915)	-	(158,155)
NET CHANGE IN FUND BALANCES	100,285	(9,565)	419,044	428,609	515,747
FUND BALANCES, beginning of year	2,217,041	2,217,041	2,217,041	-	1,701,294
FUND BALANCES, end of year	$ 2,317,326	$ 2,207,476	$ 2,636,085	$ 428,609	$ 2,217,041

City of Saginaw, Texas
Comparative Balance Sheets
Street Maintenance Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
Deposits and investments	$ 1,839,796	$ 1,585,697
Receivables		
Taxes, net of allowance	79,997	70,078
TOTAL ASSETS	$ 1,919,793	$ 1,655,775
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 152,878	$ -
Total liabilities	152,878	-
FUND BLANCES		
Restricted for street maintenance	1,766,915	1,655,775
Total fund balances	1,766,915	1,655,775
TOTAL LIABILITIES AND FUND BALANCES	$ 1,919,793	$ 1,655,775

City of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Street Maintenance Fund
For the Fiscal Year Ended September 30, 2019 And 2018

	Budgeted amounts		Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis 2018
	Original	Final			
REVENUE					
Miscellaneous	$ 393,300	$ 415,300	$ 429,450	$ 14,150	$ 401,911
Interest income	22,800	36,800	37,888	1,088	22,020
Total revenues	416,100	452,100	467,338	15,238	423,931
EXPENDITURES					
Maintenance and repairs	329,000	329,000	300,198	28,802	220,411
Capital outlay	479,480	116,750	56,000	60,750	-
Total expenditures	808,480	445,750	356,198	89,552	220,411
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	(392,380)	6,350	111,140	104,790	203,520
FUND BALANCES, beginning of year	1,655,775	1,655,775	1,655,775	-	1,452,255
FUND BALANCES, end of year	$ 1,263,395	$ 1,662,125	$ 1,766,915	$ 104,790	$ 1,655,775

City of Saginaw, Texas
Comparative Balance Sheets
Donations Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
Deposits and investments	$ 434,736	$ 351,471
Receivables		
Other	31,752	26,093
TOTAL ASSETS	$ 466,488	$ 377,564
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 4,652	$ 26,827
Unearned revenue	32,672	26,093
Total liabilities	37,324	52,920
FUND BLANCES		
Commited	429,164	324,644
Total fund balances	429,164	324,644
TOTAL LIABILITIES AND FUND BALANCES	$ 466,488	$ 377,564

City of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Donations Fund
For the Fiscal Year Ended September 30, 2019 And 2018

	Budgeted amounts		Actual GAAP	Variance with Final Budget	Actual GAAP Basis
	Original	Final	Basis	Positive (Negative)	2018
REVENUE					
Taxes	$ 228,000	$ 267,425	$ 287,593	$ 20,168	$ 172,099
Interest income	4,000	4,000	6,399	2,399	4,121
Total revenues	232,000	271,425	293,992	22,567	176,220
EXPENDITURES					
Contract services	46,680	64,680	60,396	4,284	35,968
Data processing	15,000	15,000	7,456	7,544	6,845
Animal services	2,000	2,000	1,348	652	-
Supplies and equipment	40,820	83,445	87,029	(3,584)	41,586
Special programs	-	12,500	11,700	800	-
Maintenance and repairs	4,500	4,500	2,673	1,827	-
Other	1,000	1,000	750	250	750
Capital outlay	70,000	97,595	10,000	87,595	30,753
Total expenditures	180,000	280,720	181,352	99,368	115,902
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	52,000	(9,295)	112,640	121,935	60,318
OTHER FINANCING SOURCES (USES)					
Transfers out	(8,120)	(8,120)	(8,120)	-	(8,120)
Total other financing sources (uses)	(8,120)	(8,120)	(8,120)	-	(8,120)
NET CHANGE IN FUND BALANCES	43,880	(17,415)	104,520	121,935	52,198
FUND BALANCES, beginning of year	324,644	324,644	324,644	-	272,446
FUND BALANCES, end of year	$ 368,524	$ 307,229	$ 429,164	$ 121,935	$ 324,644

City of Saginaw, Texas
Comparative Balance Sheets
Escrow Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
Deposits and investments	$ 1,601,900	$ 1,465,549
Receivables		
Other	17,510	22,039
TOTAL ASSETS	$ 1,619,410	$ 1,487,588
LIABILITIES AND FUND BALANCES		
LIABILITIES		
Accounts payable and accrued liabilities	$ 7,005	$ 137
Total liabilities	7,005	137
FUND BLANCES		
Restricted	1,612,405	1,487,451
Total fund balances	1,612,405	1,487,451
TOTAL LIABILITIES AND FUND BALANCES	$ 1,619,410	$ 1,487,588

City of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Escrow Fund
For the Fiscal Year Ended September 30, 2019 And 2018

	Budgeted amounts		Actual GAAP	Variance with Final Budget	Actual GAAP Basis
	Original	Final	Basis	Positive (Negative)	2018
REVENUE					
Taxes	$ 20,000	$ 61,000	$ 80,263	$ 19,263	$ 58,651
Fines and fees	25,000	25,000	20,098	(4,902)	20,766
Miscellaneous revenues	30,000	46,000	43,455	(2,545)	317,331
Interest income	17,010	17,010	32,523	15,513	17,250
Total revenues	92,010	149,010	176,339	27,329	413,998
EXPENDITURES					
Data processing	-	-	-	-	7,604
Entertainment	-	16,500	8,250	8,250	-
Insurance	5,000	5,000	3,550	1,450	-
Supplies and equipment	1,000	1,000	23,512	(22,512)	14,405
Maintenance and repairs	35,100	49,810	26,301	23,509	56,696
Other	5,000	5,000	5,000	-	5,000
Capital outlay	24,000	81,750	20,035	61,715	-
Total expenditures	70,100	159,060	86,648	72,412	83,705
EXCESS (DEFICENCY) OR REVENUES OVER EXPENDITURES	21,910	(10,050)	89,691	99,741	330,293
OTHER FINANCING SOURCES (USES)					
Transfers in	28,905	50,905	42,970	7,935	-
Transfers out	(5,000)	(5,000)	(7,707)	2,707	(5,717)
Total other financing sources (uses)	23,905	45,905	35,263	10,642	(5,717)
NET CHANGE IN FUND BALANCES	45,815	35,855	124,954	110,383	324,576
FUND BALANCES, beginning of year	1,487,451	1,487,451	1,487,451	-	1,162,875
FUND BALANCES, end of year	$ 1,533,266	$ 1,523,306	$ 1,612,405	$ 110,383	$ 1,487,451

City of Saginaw

Debt Service Fund

Used to account for the accumulation of resources for, and the payment of, general obligation long-term debt principal and interest.

City of Saginaw, Texas
Comparative Balance Sheets
Debt Service Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
Deposits and investments	$ 1,209,653	$ 1,115,473
Receivables		
Taxes, net of allowance	16,959	20,537
TOTAL ASSETS	$ 1,226,612	$ 1,136,010
DEFERRED INFLOWS AND FUND BALANCES		
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - property taxes	$ 16,642	$ 20,536
Total deferred inflows of resources	16,642	20,536
FUND BALANCE		
Restricted for debt service	1,209,970	1,115,474
Total fund balances	1,209,970	1,115,474
TOTAL DEFERRED INFLOWS AND FUND BALANCES	$ 1,226,612	$ 1,136,010

City Of Saginaw, Texas
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Debt Service Fund
For the Fiscal Year Ended September 30, 2019 and 2018

	Budgeted amounts		Actual GAAP Basis	Variance with Final Budget Positive (Negative)	Actual GAAP Basis 2018
	Original	Final			
REVENUES					
Current and delinquent general property tax - debt service portion	$ 3,355,595	$ 3,411,595	$ 3,413,909	$ 2,314	$ 3,480,217
Penalties, interest and fees on delinquent taxes	7,000	7,000	6,306	(694)	8,327
Interest income	30,015	70,015	66,191	(3,824)	46,420
Total revenues	3,392,610	3,488,610	3,486,406	(2,204)	3,534,964
EXPENDITURES					
Bond principal payments	2,495,000	2,495,000	2,495,000	-	2,375,000
Capital lease principal payments	-	-	-	-	180,536
Total principal payments	2,495,000	2,495,000	2,495,000	-	2,555,536
Bond interest	886,610	886,610	886,610	-	1,009,154
Capital lease and note interest	-	-	-	-	3,015
Fiscal charges and debt issuance costs	11,000	11,000	10,300	700	5,200
Total interest payments	897,610	897,610	896,910	700	1,017,369
Total expenditures	3,392,610	3,392,610	3,391,910	700	3,572,905
Net change in fund balances	-	96,000	94,496	(1,504)	(37,941)
Fund balances, beginning of year	1,115,474	1,115,474	1,115,474	-	1,153,415
FUND BALANCES, end of year	$ 1,115,474	$ 1,211,474	$ 1,209,970	$ (1,504)	$ 1,115,474

City of Saginaw

Enterprise Fund

Used to account for operations of the City's water and wastewater activities that are financed and operated in a manner similar to those of private business enterprises. Services of this fund are intended to be self-supporting through user charges.

City of Saginaw, Texas
Comparative Statement of Net Position
Enterprise Fund
September 30, 2019 and 2018

	2019	2018
ASSETS		
CURRENT ASSETS		
Deposits and investments	$ 10,399,149	$ 9,485,977
Deposits and investments-restricted	184,466	179,178
Receivables:		
Accounts receivable, net of allowance of $62,357 in 2019 and $70,137 in 2018	793,169	798,377
Unbilled accounts	638,758	486,967
Other	-	-
Prepaid	-	190
Total current assets	12,015,542	10,950,689
NONCURRENT ASSETS		
Capital assets, at cost:		
Land and land improvements	16,657	16,657
Buildings and improvements	154,587	154,587
Waterworks and wastewater system	37,630,137	35,584,887
Machinery and equipment	1,476,322	1,418,367
Construction in progress	102,808	277,420
Accumulated depreciation	(13,266,541)	(12,524,543)
Total capital assets, net of accumulated depreciation	26,113,970	24,927,375
Deposits and investments-restricted	658,001	629,923
Total noncurrent assets	26,771,971	25,557,298
Total assets	38,787,513	36,507,987
DEFERRED OUTFLOWS OF RESOURCES		
Deferred charge for refunding	44,439	63,254
Related to the TMRS pension	307,987	126,625
Related to the TMRS OPEB	459	2,794
Total deferred outflows of resources	352,885	192,673
LIABILITIES AND NET POSITION		
CURRENT LIABILTIES		
Accounts payable and accrued liabilities	871,164	1,454,355
Accrued interest	2,470	2,916
Revenue bonds payable	250,000	246,730
Total current liabilities	1,123,634	1,704,001
NONCURRENT LIABILITIES		
Revenue bonds payable	1,220,000	1,470,000
Customer deposits	658,001	629,923
Net pension liability	1,499,593	847,030
Total OPEB liability	36,687	37,768
Total noncurrent liabilities	3,414,281	2,984,721
Total liabilities	4,537,915	4,688,722
DEFERRED INFLOWS OF RESOURCES		
Related to the TMRS pension	63,467	148,251
Related to the TMRS OPEB	1,293	-
Total deferred inflows of resources	64,760	148,251
NET POSITION		
Net investment in capital assets	24,688,409	23,273,899
Restricted for		
Revenue bond retirement	184,466	179,178
Unrestricted	9,664,848	8,410,610
Total net position	$ 34,537,723	$ 31,863,687

City of Saginaw, Texas
Comparative Statement of Revenues, Expenses and Changes in Net Position
Enterprise Fund
For the Fiscal Years Ended September 30, 2019 and 2018

	2019	2018
OPERATING REVENUE		
Water and sewer sales	$ 8,605,437	$ 8,604,460
Penalties	106,370	109,754
Surcharges	1,722,029	1,830,203
Miscellaneous	77,814	74,087
Total operating revenue	10,511,650	10,618,504
OPERATING EXPENSES		
Cost of sales and services	6,330,349	6,464,089
Administrative	2,572,955	3,013,465
Depreciation	791,175	763,821
Total operating expenses	9,694,479	10,241,375
Operating income	817,171	377,129
NONOPERATING REVENUES (EXPENSES)		
Investment income	236,213	145,445
Gain (Loss) on sale of machinery and equipment	19,400	1,440
Interest expense and agent fees	(52,841)	(55,563)
Total nonoperating revenues (expenses)	202,772	91,322
Income before contributions and transfers	1,019,943	468,451
CAPITAL CONTRIBUTIONS AND TRANSFERS		
Capital contributions	1,775,242	782,834
Impact and tap fees	457,921	577,586
Transfers out	(653,025)	(621,775)
Transfers in	73,955	42,645
Total capital contributions and transfers	1,654,093	781,290
Changes in net position	2,674,036	1,249,741
NET POSITION, beginning of year	31,863,687	30,613,946
NET POSITION, end of year	$ 34,537,723	$ 31,863,687

City of Saginaw, Texas
Comparative Statement of Cash Flows
Enterprise Fund
For the Fiscal Years Ended September 30, 2019 and 2018

	2019	2018
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$ 10,393,145	$ 10,507,024
Cash paid to employees	(529,688)	(930,771)
Cash paid to suppliers	(8,567,653)	(7,617,579)
Net cash provided by operating activities	1,295,804	1,958,674
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Transfers out to other funds	(653,025)	(621,775)
Transfer from other funds	73,955	42,645
Net cash used in noncapital financing activities	(579,070)	(579,130)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from sale of machinery and equipment	19,400	1,440
Impact and tap fees	457,921	577,586
Principal paid on bonds	(245,000)	(245,000)
Purchase of capital assets	(202,528)	(708,238)
Interest	(36,952)	(40,818)
Fiscal agent fees	750	(1,564)
Net cash used in capital and related financing activities	(6,409)	(416,594)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest on investments	236,213	145,445
Net cash provided by investing activities	236,213	145,445
Net change in cash	946,538	1,108,395
CASH AND CASH EQUIVALENTS, beginning of year	10,295,078	9,186,683
CASH AND CASH EQUIVALENTS, end of year	$ 11,241,616	$ 10,295,078

City of Saginaw, Texas
Comparative Statement of Cash Flows – Continued
Enterprise Fund
For the Fiscal Years Ended September 30, 2019 and 2018

	Current Assets	Restricted Assets	2019 Statement of Cash Flows Totals	2018 Statement of Cash Flows Totals
RECONCILIATION OF CASH AND CASH EQUIVALENTS PER STATEMENT OF CASH FLOWS TO THE BALANCE SHEET				
Cash and cash equivalents, beginning of year	$ 9,485,977	$ 809,101	$ 10,295,078	$ 9,186,683
Net increase	913,172	33,366	946,538	1,108,395
CASH AND CASH EQUIVALENTS, end of year	$ 10,399,149	$ 842,467	$ 11,241,616	$ 10,295,078
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating income			$ 817,171	$ 377,129
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation			791,175	763,821
Increase in accounts receivable			(146,583)	(144,458)
(Increase) Decrease in prepaids			190	(190)
(Increase) Decrease in deferred outflows of resources-pension			(181,362)	104,885
(Increase) Decrease in deferred outflows of resources-OPEB			2,335	(2,591)
Increase (Decrease) in accounts payable and accrued expenses			(583,191)	943,595
Increase in customer deposits			28,078	32,978
Increase (Decrease) in net pension liability			652,563	(201,096)
Increase (Decrease) in total OPEB liability			(1,081)	5,563
Increase (Decrease) in deferred inflows of resources-pension			(83,491)	79,038
Net cash provided by operating activities			$ 1,295,804	$ 1,958,674
SUPPLEMENTAL SCHEDULE OF NONCASH FINANCING, CAPITAL AND INVESTING ACTIVITIES				
Capital asset contributions from developers			$ 1,775,242	$ 782,834

City of Saginaw

Statistical Section
(Unaudited)

City of Saginaw

City of Saginaw, Texas
Statistical Section (Unaudited)

This part of the City of Saginaw's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents:

Financial Trends 98-107

These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity 108-111

These schedules contain information to help the reader assess one of the government's most significant local source revenues, property taxes.

Debt Capacity 112-116

These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information 117-118

This schedule offers demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information 119-121

These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial reports relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

City of Saginaw, Texas
Net Position by Component
Last Ten Fiscal Years

	2010	2011	2012	2013*
GOVERNMENTAL ACTIVITIES				
Net investment in capital assets	$ 42,319,951	$ 44,362,424	$ 45,854,628	$ 48,872,324
Restricted	1,300,786	1,348,022	1,384,617	1,828,513
Unrestricted	13,800,224	13,807,108	14,302,944	11,624,828
TOTAL GOVERNMENTAL ACTIVITES NET POSITION	57,420,961	59,517,554	61,542,189	62,325,665
BUSINESS-TYPE ACTIVITIES				
Net investment in capital assets	15,624,168	16,165,325	16,699,361	17,623,648
Restricted	577,205	436,461	437,166	420,735
Unrestricted	6,249,006	6,504,546	7,008,669	6,628,613
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	22,450,379	23,106,332	24,145,196	24,672,996
PRIMARY GOVERNMENT				
Net investment in capital assets	57,944,119	60,527,749	62,553,989	66,495,972
Restricted	1,877,991	1,784,483	1,821,783	2,249,248
Unrestricted	20,049,230	20,311,654	21,311,613	18,253,441
TOTAL PRIMARY GOVERNMENT NET POSITION	$ 79,871,340	$ 82,623,886	$ 85,687,385	$ 86,998,661

*2013 restated for GASB 65

**2017 restated for GASB 75

2014	2015	2016	2017**	2018	2019
$ 52,280,544	$ 55,375,158	$ 56,038,750	$ 62,510,664	$ 65,704,199	$ 70,565,446
1,596,119	1,416,987	1,267,190	1,120,206	6,958,205	7,659,462
13,139,145	5,701,871	7,709,276	8,126,849	3,446,846	263,251
67,015,808	62,494,016	65,015,216	71,757,719	76,109,250	78,488,159
19,067,165	20,210,164	21,614,590	22,315,277	23,273,899	24,688,409
420,905	421,162	444,944	175,662	179,178	184,466
7,726,467	8,015,115	7,603,698	8,123,007	8,410,610	9,664,848
27,214,537	28,646,441	29,663,232	30,613,946	31,863,687	34,537,723
71,347,709	75,585,322	77,653,340	84,825,941	88,978,098	95,253,855
2,017,024	1,838,149	1,712,134	1,295,868	7,137,383	7,843,928
20,865,612	13,716,986	15,312,974	16,249,856	11,857,456	9,928,099
$ 94,230,345	$ 91,140,457	$ 94,678,448	$ 102,371,665	$ 107,972,937	$ 113,025,882

City of Saginaw, Texas
Changes in Net Position
Last Ten Fiscal Years

	2010	2011	2012	2013*
EXPENSES				
Governmental activities:				
General administrative office	$ 2,262,203	$ 2,401,322	$ 2,214,653	$ 2,385,797
Municipal court	225,191	200,323	193,082	185,237
Fire	2,672,742	2,713,654	2,864,618	2,858,957
Police	3,667,446	3,698,868	3,848,768	3,860,896
Public works	3,058,371	3,301,972	3,177,703	3,465,002
Parks*	-	-	-	195,900
Community services	1,086,742	1,168,490	1,078,909	969,556
Library	569,505	558,945	524,847	540,261
Inspections	579,670	589,130	565,326	583,930
Janitorial	-	-	-	-
Fleet maintenance	440,832	538,987	566,689	546,241
Economic development	12,439	142	14,504	64,779
Information technology	-	-	-	-
Interest on long term debt	1,042,557	1,015,329	866,299	1,162,182
Total governmental activities	15,617,698	16,187,162	15,915,398	16,818,738
Business-type activities:				
Water and wastewater	6,784,699	6,464,532	6,972,839	7,241,735
Total business-type activities	6,784,699	6,464,532	6,972,839	7,241,735
Total primary government expenses	22,402,397	22,651,694	22,888,237	24,060,473
PROGRAM REVENUES				
Governmental activities:				
Fines, fees and charges for services:				
General administrative office	-	-	-	-
Municipal court	436,988	408,017	476,100	459,209
Fire	75,250	79,250	80,000	80,226
Police	4,359	3,889	4,814	3,850
Public works	421,802	430,697	431,564	563,194
Community services	640,832	659,004	669,578	680,961
Library	28,357	19,379	17,730	18,668
Inspections	346,402	311,149	296,414	377,646
Animal services**	-	-	-	-
Operating grants and contributions:				
General administrative office	-	-	-	-
Fire	310,411	151,412	76,328	57,337
Police	80,824	76,223	156,535	75,477
Public works	-	-	84,999	-
Capital grants and contributions:				
Public works	2,771,279	3,080,767	1,959,028	1,271,666
TOTAL GOVERNMENTAL ACTIVITIES AND PROGRAM REVENUES	$ 5,116,504	$ 5,219,787	$ 4,253,090	$ 3,588,234

* Prior to 2013 Parks was included in Community services

** Prior to 2018 Animal Services was included in Inspections

2014	2015	2016	2017	2018	2019
$ 2,343,593	$ 2,126,569	$ 2,060,595	$ 1,924,614	$ 2,306,824	$ 2,887,428
200,512	184,794	186,864	190,521	167,338	237,810
2,955,138	3,284,144	3,242,317	3,446,465	3,410,291	4,547,729
4,038,792	4,230,644	4,434,955	4,616,528	4,732,436	6,404,221
2,895,713	3,422,440	3,435,053	3,705,943	3,717,371	4,127,755
208,076	226,152	294,992	348,531	345,716	393,026
985,348	1,076,881	1,076,293	1,130,034	1,141,716	1,309,456
548,383	564,913	591,580	624,921	610,243	787,531
603,213	716,049	824,509	861,619	563,502	751,460
-	-	-	-	322,993	415,695
573,011	531,903	439,379	513,948	499,089	535,473
35,860	19,363	50,197	46,520	567,431	285,028
-	-	-	-	-	384,523
916,082	942,168	994,113	883,962	1,017,739	915,915
16,303,721	17,326,020	17,630,847	18,293,606	19,402,689	23,983,050
7,068,008	7,469,979	8,355,662	9,167,424	10,295,498	9,727,920
7,068,008	7,469,979	8,355,662	9,167,424	10,295,498	9,727,920
23,371,729	24,795,999	25,986,509	27,461,030	29,698,187	33,710,970
-	40,118	63,426	32,724	77,113	43,455
543,001	561,382	441,298	493,172	416,477	387,843
80,000	80,000	83,000	84,000	84,000	87,150
3,880	4,248	4,314	3,822	4,439	6,574
577,267	583,358	592,078	754,462	776,501	794,783
652,176	670,826	646,004	665,004	692,897	811,469
20,499	18,982	16,260	16,944	15,309	8,978
433,586	740,778	939,380	961,945	1,025,588	959,843
-	-	-	-	20,044	25,433
-	-	-	-	-	-
77,426	24,992	29,134	54,529	30,833	53,987
97,557	209,835	150,845	179,592	128,595	165,424
-	-	-	-	-	-
	-	-	-	-	-
3,854,521	1,457,517	1,549,780	5,835,552	2,544,847	3,930,917
$ 6,339,913	$ 4,392,036	$ 4,515,519	$ 9,081,746	$ 5,816,643	$ 7,275,856

City of Saginaw, Texas
Changes in Net Position
Last Ten Fiscal Years

	2010	2011	2012	2013*
BUSINESS-TYPE ACTIVITIES				
Charges for services:				
Water and wastewater	$ 6,802,875	$ 7,973,010	$ 8,374,910	$ 8,419,089
Operating Grants and Contributions	-	-	-	-
Capital grants and contributions	564,691	76,931	389,921	88,737
Total business-type activities program revenues	7,367,566	8,049,941	8,764,831	8,507,826
Total primary government program revenues	12,484,070	13,269,728	13,017,921	12,096,060
NET (EXPENSES) REVENUE				
Governmental activities	(10,501,194)	(10,967,375)	(11,662,308)	(13,230,504)
Business-type activities	582,867	1,585,409	1,791,992	1,266,091
Total primary governmental net expenses	(9,918,327)	(9,381,966)	(9,870,316)	(11,964,413)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS				
Governmental activities:				
Taxes:				
Ad valorem	5,456,995	5,436,698	5,758,607	5,750,493
Sales	5,002,665	4,986,291	5,365,461	5,528,937
Franchise taxes	1,256,027	1,332,768	1,552,095	1,503,183
Other taxes	13,773	11,791	14,968	82,634
Penalties and interest	12,622	19,516	8,350	21,585
Interest income	39,895	23,208	20,389	16,172
Gain (Loss) on sale of assets	29,731	23,609	-	-
Miscellaneous revenues	185,473	200,262	120,803	201,147
Transfers	965,950	1,029,825	846,270	909,829
Total governmental activities	12,963,131	13,063,968	13,686,943	14,013,980
Business-type activities:				
Interest income	15,898	8,544	5,892	7,146
Gain on sale of assets	31,087	2,356	2,835	12,000
Miscellaneous revenues	104,015	89,469	84,415	152,392
Transfers	(965,950)	(1,029,825)	(846,270)	(909,829)
Total business-type activities	(814,950)	(929,456)	(753,128)	(738,291)
Total primary government	12,148,181	12,134,512	12,933,815	13,275,689
CHANGES IN NET POSITION				
Governmental activities	2,461,937	2,096,593	2,024,635	783,476
Business-type activities	(232,083)	655,953	1,038,864	527,800
TOTAL PRIMARY GOVERNMENT	$ 2,229,854	$ 2,752,546	$ 3,063,499	$ 1,311,276

Source: Comprehensive Annual Financial Reports

* 2013 restated for GASB 65

** 2017 restated for GASB 75

2014	2015	2016	2017	2018	2019
$ 8,910,914	$ 8,965,645	$ 8,733,275	$ 9,088,796	$ 10,434,663	$ 10,327,466
-	-	-	-	-	-
1,461,468	1,040,496	967,271	1,447,523	1,360,420	2,233,163
10,372,382	10,006,141	9,700,546	10,536,319	11,795,083	12,560,629
16,712,295	14,398,177	14,216,065	19,618,065	17,611,726	19,836,485
(9,963,808)	(12,933,984)	(13,115,328)	(9,211,860)	(13,586,046)	(16,707,194)
3,304,374	2,536,162	1,344,884	1,368,895	1,499,585	2,832,709
(6,659,434)	(10,397,822)	(11,770,444)	(7,842,965)	(12,086,461)	(13,874,485)
6,277,304	6,506,284	7,201,098	7,608,668	8,172,372	8,911,747
5,709,850	5,786,769	5,790,661	6,198,989	6,356,478	6,809,346
1,420,451	1,851,551	1,839,384	1,693,095	1,660,835	1,764,936
18,682	32,116	28,626	32,666	79,388	105,233
21,965	13,367	15,202	17,148	22,706	14,604
7,587	11,883	84,200	214,428	475,921	657,032
26,704	-	-	-	-	-
206,735	110,595	125,952	116,691	590,747	244,135
964,673	564,120	551,405	590,530	579,130	579,070
14,653,951	14,876,685	15,636,528	16,472,215	17,937,577	19,086,103
2,508	4,529	26,998	63,794	145,445	236,213
9,365	-	-	-	-	-
189,967	213,116	196,314	172,559	183,841	184,184
(964,673)	(564,120)	(551,405)	(590,530)	(579,130)	(579,070)
(762,833)	(346,475)	(328,093)	(354,177)	(249,844)	(158,673)
13,891,118	14,530,210	15,308,435	16,118,038	17,687,733	18,927,430
4,690,143	1,942,701	2,521,200	7,260,355	4,351,531	2,378,909
2,541,541	2,189,687	1,016,791	1,014,718	1,249,741	2,674,036
$ 7,231,684	$ 4,132,388	$ 3,537,991	$ 8,275,073	$ 5,601,272	$ 5,052,945

City of Saginaw, Texas
Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2010	2011	2012	2013
GENERAL FUND				
Unreserved	$ 10,886,568	$ -	$ -	$ -
Restricted:				
Capital projects	-	403,681	403,681	403,681
Municipal court	-	177,709	178,379	142,419
Hotel/motel tax	-	22,280	24,814	17,385
Assigned for future capital purchases	-	1,512,180	2,222,595	383,370
Unassigned	-	9,169,052	8,477,945	8,637,536
TOTAL GENERAL FUND	$ 10,886,568	$ 11,284,902	$ 11,307,414	$ 9,584,391
ALL OTHER GOVERNMENTAL FUNDS				
Reserved for:				
Reserved for construction	$ 4,277,000	$ -	$ -	$ -
Reserved for debt service	1,121,903	-	-	-
Reserved for police department	7,916	-	-	-
Reserved for Saginaw CCPD	989,063	-	-	-
Reserved for drainage projects	718,018	-	-	-
Reserved for street maintenance projects	403,583	-	-	-
Reserved for animal control	4,322	-	-	-
Reserved for parks	24,508	-	-	-
Reserved for library	141,204	-	-	-
Reserved for beautification	105,389	-	-	-
Reserved for senior center	670	-	-	-
Reserved for fire	2,970	-	-	-
Restricted:				
Debt service	-	1,184,312	1,350,299	1,495,776
Capital projects	-	1,795,653	1,802,072	8,138,595
Street maintenance	-	482,269	666,275	721,837
Crime prevention	-	948,234	838,641	836,825
Drainage	-	928,878	924,869	1,139,878
Other	-	-	-	-
Committed:				
Donations	-	319,242	357,682	323,967
TOTAL ALL OTHER GOVERNMENTAL FUNDS	$ 7,796,546	$ 5,658,588	$ 5,939,838	$ 12,656,878

Note: The City adopted the provisions of GASB 54 in 2011. Therefore, the fund balances for 2011 were updated to conform with GASB 54.

2014	2015	2016	2017	2018	2019
$ -	$ -	$ -	$ -	$ -	$ -
403,681	-	-	-	-	-
146,224	-	-	-	-	-
18,723	-	-	-	-	-
509,935	294,445	537,510	1,167,595	885,540	729,080
8,598,487	9,499,273	10,155,535	10,480,993	10,714,852	10,875,059
$ 9,677,050	$ 9,793,718	$ 10,693,045	$ 11,648,588	$ 11,600,392	$ 11,604,139
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,650,611	1,473,531	1,306,703	1,153,415	1,115,474	1,209,970
7,077,353	12,799,557	10,566,997	12,597,897	7,208,691	7,418,377
900,917	1,137,598	1,283,877	1,452,255	1,655,775	1,766,915
853,451	712,061	591,654	524,886	535,811	488,741
1,234,069	826,712	1,142,095	1,701,294	2,217,041	2,636,085
-	513,363	1,160,365	1,162,875	1,487,451	1,612,405
336,101	274,621	293,437	272,446	324,644	429,164
$ 12,052,502	$ 17,737,443	$ 16,345,128	$ 18,865,068	$ 14,544,887	$ 15,561,657

City of Saginaw, Texas
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

	2010	2011	2012	2013
REVENUES				
Taxes	$ 11,759,167	$ 11,796,561	$12,695,493	$12,899,890
Licenses and permits	303,744	208,259	263,964	248,764
Charges for services	497,052	509,947	511,564	643,420
Fines and fees	508,003	530,286	526,280	606,759
Interest income	39,895	23,208	20,389	16,172
Recreation income	487,707	526,158	530,051	519,857
Intergovernmental	-	-	-	-
Miscellaneous revenues	3,377,019	3,669,006	1,133,483	1,770,581
Total revenues	16,972,587	17,263,425	15,681,224	16,705,443
EXPENDITURES				
Current:				
General administrative office	2,202,389	2,412,083	2,648,603	2,343,521
Municipal court	219,898	196,849	191,515	184,091
Fire	2,540,632	2,419,816	2,615,170	2,671,135
Police	3,370,025	3,417,127	3,563,149	3,571,926
Public works	890,697	973,762	1,353,299	1,497,039
Parks*	-	-	-	200,943
Community services	841,511	927,060	848,830	737,735
Library	512,830	501,277	470,013	488,445
Inspections	555,629	572,152	554,909	602,180
Animal services**	-	-	-	-
City garage	435,274	522,760	525,903	508,511
Economic development	12,439	142	14,504	64,779
Information technology***	-	-	-	-
Capital outlay	4,476,313	5,582,508	979,538	5,343,768
Bond sale expense	-	-	-	-
Debt service:				
Principal retirement	1,452,094	1,524,223	1,610,000	1,700,000
Interest charges	993,891	977,169	836,587	679,214
Debt issuance costs	42,141	5,946	104,626	183,823
Total expenditures	18,545,763	20,032,874	16,316,646	20,777,110
Excess (deficiency) of revenues over expenditures	(1,573,176)	(2,769,449)	(635,422)	(4,071,667)
Other financing sources (uses):				
Capital lease proceeds	-	-	-	-
Proceeds from issuance of debt	1,790,000	-	-	7,895,000
Proceeds on refunding bonds	-	-	92,914	1,180,000
Premium on bond issuance	-	-	-	302,597
Payments to refunded bond escrow agent	-	-	-	(1,221,742)
Transfers in	2,013,286	1,980,360	1,813,360	4,011,199
Transfers out	(1,047,336)	(950,535)	(967,090)	(3,101,370)
Total other financing sources (uses)	2,755,950	1,029,825	939,184	9,065,684
Net change in fund balances	$ 1,182,774	$ (1,739,624)	$ 303,762	$ 4,994,017
Debt service as a percentage of noncapital expenditures	18.11%	17.49%	16.56%	15.50%

* Prior to 2013 Parks was included in Community services

** Prior to 2018 Animal services was included in Inspections

*** Prior to 2019 Information technology was included in General administrative office

2014	2015	2016	2017	2018	2019
$13,444,020	$14,192,838	$14,877,738	$ 15,540,413	$ 16,287,689	$ 17,610,628
329,948	627,876	740,192	929,188	951,542	858,901
657,267	663,358	674,978	838,362	860,401	881,933
667,138	693,266	656,746	542,873	525,876	529,770
7,587	11,883	84,200	214,428	475,921	657,032
494,346	512,677	487,081	496,969	520,798	524,686
568,262	234,827	179,979	234,122	159,428	219,411
376,048	321,110	1,010,725	326,507	1,091,494	555,747
16,544,616	17,257,835	18,711,639	19,122,862	20,873,149	21,838,108
2,301,845	2,191,774	1,963,039	2,075,890	2,217,124	2,536,360
199,451	185,158	184,973	187,886	168,421	212,743
3,694,807	2,932,965	3,177,233	3,280,597	3,982,620	3,826,258
3,753,226	3,967,015	4,075,546	4,273,272	4,638,904	5,358,286
884,006	1,268,270	1,263,892	1,354,767	1,609,303	1,835,898
227,791	240,528	266,949	352,766	339,015	379,478
753,421	861,581	918,907	990,618	959,782	998,499
496,461	520,281	537,893	568,246	569,005	601,026
587,047	705,189	825,017	849,217	579,082	600,849
-	-	-	-	398,633	329,854
533,557	493,996	399,692	471,007	456,219	434,837
35,860	19,363	50,197	46,520	567,978	243,050
-	-	-	-	-	327,680
2,327,457	3,750,868	2,570,956	6,349,590	5,761,665	2,276,933
-	-	-	-		
2,214,750	2,056,785	2,539,654	2,667,570	2,555,536	2,495,000
910,722	824,995	854,529	763,613	1,012,169	886,610
44,188	132,294	203,483	144,905	5,200	53,300
18,964,589	20,151,062	19,831,960	24,376,464	25,820,656	23,396,661
(2,419,973)	(2,893,227)	(1,120,321)	(5,253,602)	(4,947,507)	(1,558,553)
944,294	-	-	-	-	-
-	8,000,000	-	7,830,000	-	2,000,000
2,130,000	-	5,910,000	-	-	-
-	130,716	-	308,555	-	-
(2,130,711)	-	(5,834,072)	-	-	-
2,827,420	3,713,702	1,726,230	1,697,052	1,705,322	1,840,082
(1,862,747)	(3,149,582)	(1,174,825)	(1,106,522)	(1,126,192)	(1,261,012)
963,962	8,694,836	627,333	8,729,085	579,130	2,579,070
$ (1,456,011)	$ 5,801,609	$ (492,988)	$ 3,475,483	$ (4,368,377)	$ 1,020,517
20.02%	17.86%	20.02%	19.37%	19.07%	17.29%

City Of Saginaw, Texas

Table 5

Property Tax Levies and Collections

Last Ten Fiscal Years

Fiscal Year	Total Tax Levy	Current Tax Collections	% of Current Tax Collected	Delinquent Tax Collections	Total Tax Collections	% of Total Tax Collections to Tax Levy	Outstanding Delinquent Taxes	% of Delinquent Taxes to Tax Levy
2009/10	5,444,770	5,390,942	99.0%	45,259	5,436,201	99.8%	8,569	0.2%
2010/11	5,436,187	5,391,855	99.2%	38,275	5,430,130	99.9%	6,057	0.1%
2011/12	5,724,960	5,691,320	99.4%	29,868	5,721,188	99.9%	3,771	0.1%
2012/13	5,739,750	5,704,489	99.4%	30,804	5,735,293	99.9%	4,457	0.1%
2013/14	6,223,951	6,184,458	99.4%	33,015	6,217,473	99.9%	6,477	0.1%
2014/15	6,484,972	6,448,230	99.4%	32,345	6,480,575	99.9%	4,397	0.1%
2015/16	7,175,560	7,141,585	99.5%	26,320	7,167,905	99.9%	7,655	0.1%
2016/17	7,557,636	7,513,508	99.4%	32,095	7,545,603	99.8%	12,033	0.2%
2017/18	8,075,537	8,027,316	99.4%	17,815	8,045,131	99.6%	30,406	0.4%
2018/19	8,893,539	8,850,081	99.5%	-	8,850,081	99.5%	43,458	0.5%

City of Saginaw, Texas Table 6

Assessed and Estimated Actual Value of Taxable Property

Last Ten Fiscal Years

	Real Property		Personal Property		Total		
Fiscal Year	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Property Tax Rate Per $100
2009/10	873,263,617	873,263,617	264,608,841	264,608,841	1,137,872,458	1,137,872,458	0.4490
2010/11	867,157,651	867,157,651	245,208,785	245,208,785	1,112,366,436	1,112,366,436	0.4840
2011/12	889,390,320	889,390,320	303,309,705	303,309,705	1,192,700,025	1,192,700,025	0.4800
2012/13	863,406,401	863,406,401	300,718,127	300,718,127	1,164,124,528	1,164,124,528	0.4900
2013/14	896,517,649	896,517,649	322,802,502	322,802,502	1,219,320,151	1,219,320,151	0.5100
2014/15	956,608,601	956,608,601	319,120,061	319,120,061	1,275,728,662	1,275,728,662	0.5100
2015/16*	962,111,241	962,111,241	354,242,308	354,242,308	1,316,353,549	1,316,353,549	0.5440
2016/17	1,061,912,257	1,061,912,257	379,440,615	379,440,615	1,441,352,872	1,441,352,872	0.5130
2017/18	1,205,160,927	1,205,160,927	365,041,273	365,041,273	1,570,202,200	1,570,202,200	0.4950
2018/19	1,453,373,020	1,453,373,020	390,558,650	390,558,650	1,843,931,670	1,843,931,670	0.4718

Note: Assessed values are established by a central appraisal district on the basis of 100% of its appraised value. 9/1 Certified Net Taxable Value

** For 2015/2016 used February tax roll total. The September certified values did not include $98,175,368 in pending value due to delays caused by a software change at the appraisal district. All other years are September citified values.*

City of Saginaw, Texas Table 7
Property Tax Rates – All Direct and Overlapping Governments
Per $100 Assessed Value
Last Ten Fiscal Years

Fiscal Year	General Fund	Debt Service Fund	Total	School	County (1)	State	Total
2009/10	0.263906	0.185209	0.449115	1.465800	0.629567	0.000000	2.544482
2010/11	0.285615	0.198385	0.484000	1.495800	0.629537	0.000000	2.609337
2011/12	0.287098	0.192902	0.480000	1.530000	0.640867	0.000000	2.650867
2012/13	0.300075	0.189925	0.490000	1.540000	0.640867	0.000000	2.670867
2013/14	0.289024	0.220976	0.510000	1.540000	0.641397	0.000000	2.691397
2014/15	0.298511	0.211489	0.510000	1.540000	0.641397	0.000000	2.691397
2015/16	0.291937	0.252063	0.544000	1.540000	0.641397	0.000000	2.725397
2016/17	0.293308	0.219692	0.513000	1.540000	0.626627	0.000000	2.679627
2017/18	0.284186	0.210814	0.495000	1.540000	0.608489	0.000000	2.643489
2018/19	0.291129	0.180671	0.471800	1.540000	0.594499	0.000000	2.606299

Note(1) Column includes Tarrant County, Tarrant County College District and Tarrant County Hospital District

City of Saginaw, Texas
Principal Taxpayers
Current Year and Ten Years Ago

Table 8

2019			2010		
Taxpayer	Assessed Valuation	% of Total Assessed Valuation	Taxpayer	Assessed Valuation	% of Total Assessed Valuation
Miller Milling Company LLC	$ 72,203,100	3.92	Walmart	$ 23,171,872	1.97
CTI Holdings	42,954,527	2.33	Conagra Foods	21,687,262	1.84
Ventura Foods	37,503,749	2.03	Norton Metal Products	17,843,705	1.51
Trinity Industries	28,598,678	1.55	Horizon Milling LLC	16,641,160	1.41
Walmart	19,596,588	1.06	Trinity Industries	13,494,547	1.15
Ardent Mills LLC	17,172,094	0.93	Ventura Foods	12,989,233	1.10
BNSF Railway Company	16,571,857	0.90	Sem Materials Energy Partners	10,805,417	0.92
Trinity Tank Car Inc	13,536,086	0.73	Oncor Electrict Delivery LLC	10,142,020	0.86
Oncor Electric Delivery LLC	13,174,800	0.71	CTI Holdings	9,514,079	0.81
DOS Projects LP	12,820,498	0.70	Univeral Forest Products	9,277,183	0.79
		14.86			12.36

Source: Information obtained from Tarrant Appraisal District

City of Saginaw, Texas

Table 9

Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

	Governmental Activities					Business-Type Activities				Primary Government	% of	
Fiscal Year	General Obligation Bonds	Certificates of Obligation Bonds	Capital Leases	Tax Notes	Premiums/ Loss on Refundings	Water and Sewer Bonds	Gen. Oblig. Refunding Bonds	Capital Leases	Premiums/ Loss on Refundings	Total All Debt	Personal Income *(a)*	Per Capita *(b)*
2009/10	11,870,000	10,865,000	19,223	-	(176,840)	5,510,000	-	901,489	(130,287)	28,858,585	5.54%	1,480
2010/11	10,920,000	10,310,000	-	-	(158,771)	4,990,000	-	682,544	(117,038)	26,626,735	5.01%	1,345
2011/12	10,925,000	8,665,000	-	-	(241,686)	4,455,000	-	463,036	(103,788)	24,162,562	4.50%	1,208
2012/13	18,570,000	7,200,000	-	-	217,131	3,895,000	-	235,490	(62,869)	30,054,752	5.56%	1,492
2013/14	17,010,000	6,830,000	704,544	-	429,375	2,915,000	520,000	-	22,482	28,431,401	5.20%	1,396
2014/15	23,515,000	6,440,000	532,760	-	518,798	2,490,000	465,000	-	17,294	33,978,852	5.85%	1,659
2015/16	25,310,000	2,440,000	358,106	-	477,503	380,000	2,000,000	-	12,106	30,977,715	5.44%	1,494
2016/17	30,980,000	2,110,000	180,535	-	729,335	150,000	1,810,000	-	6,918	35,966,788	6.10%	1,687
2017/18	28,765,000	1,950,000	-	-	672,612	100,000	1,615,000	-	1,730	33,104,342	4.79%	1,523
2018/19	26,435,000	1,785,000	-	2,000,000	615,889	50,000	1,420,000	-	-	32,305,889	4.77%	1,444

(a) See Schedule of Demographic Statistics on Table 14 for personal income data.

(b) See Schedule of Demographic Statistics on Table 14 for population data.

City of Saginaw, Texas

Table 10

Ratio of General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

Fiscal Year	Estimated Population	Assessed Value	Total General Bonded Debt	Less Amounts Available for Debt Service	Net General Bonded Debt	Bonded Debt to Assessed Value	Net Bonded Debt per Capita
2009/10	19,500	1,137,872,458	22,558,160	1,300,786	21,257,374	1.98%	1,090
2010/11	19,801	1,112,366,436	21,071,229	1,348,022	19,723,207	1.89%	996
2011/12	19,995	1,192,700,025	19,348,314	1,384,617	17,963,697	1.62%	898
2012/13	20,140	1,164,124,528	25,987,131	1,828,513	24,158,618	2.23%	1,200
2013/14	20,370	1,219,320,151	24,269,375	1,596,119	22,673,256	1.99%	1,113
2014/15	20,480	1,275,728,662	30,473,798	1,416,987	29,056,811	2.39%	1,419
2015/16	20,740	1,316,353,549	28,227,503	1,267,190	26,960,313	2.14%	1,300
2016/17	21,320	1,441,352,872	33,819,335	1,120,206	32,699,129	2.35%	1,534
2017/18	21,730	1,570,202,200	31,387,612	1,062,127	30,325,485	2.00%	1,396
2018/19	22,380	1,843,931,670	30,835,889	1,155,633	29,680,256	1.67%	1,326

General Bonded Debt total includes Premiums and Deferred Loss on Refunding Bonds.

City of Saginaw, Texas
Computation of Direct and Overlapping Bonded Debt
September 30, 2019

Table 11

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of Saginaw	Amount Applicable to City of Saginaw
City of Saginaw	$ 30,835,889	100.00%	$ 30,835,889
Subtotal: City of Saginaw direct debt			30,835,889
Eagle Mountain-Saginaw Independent School District	672,563,781	20.24%	136,107,803
Tarrant County	278,259,000	1.00%	2,784,245
Tarrant County Hospital District	33,290,000	1.00%	333,098
Tarrant County College District	0	1.00%	-
Subtotal: overlapping debt			139,225,146
Total direct and overlapping debt			$ 170,061,035
Ratio of direct and overlapping funded debt to taxable assessed valuation			9.22%
Per capita direct and overlapping bonded debt			$ 7,826.09

Source: Individual taxing entities and Tarrant Appraisal District
Note: Percentage of overlap based on net taxable value

City of Saginaw, Texas

Table 12

Schedule of Revenue Bond Coverage

Last Ten Fiscal Years

Year	Gross Revenue (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Principal	Interest and Fiscal Charges	Total	Coverage Ratio
2009/10	7,132,599	5,766,080	1,366,519	538,253	210,412	748,665	1.83
2010/11	8,150,310	5,603,937	2,546,373	520,000	216,832	736,832	3.46
2011/12	8,590,876	6,096,024	2,494,852	535,000	209,429	744,429	3.35
2012/13	8,679,364	6,294,404	2,384,960	560,000	195,146	755,146	3.16
2013/14	9,344,552	6,253,171	3,091,381	980,000	143,113	1,123,113	2.75
2014/15	9,637,603	6,617,157	3,020,446	480,000	128,904	608,904	4.96
2015/16	9,538,475	7,420,919	2,117,556	510,000	106,371	616,371	3.44
2016/17	9,961,902	8,383,924	1,577,978	420,000	70,984	490,984	3.21
2017/18	11,342,975	9,477,554	1,865,421	245,000	55,563	300,563	6.21
2018/19	11,225,184	8,903,304	2,321,880	245,000	52,841	297,841	7.80

Notes:
1. Operating revenues and nonoperating revenues of Enterprise Fund excluding contributed assets.
2. Total operating expenses of Enterprise Fund exclusive of depreciation.

City of Saginaw, Texas
Computation of Legal Debt Margin
Year Ended September 30, 2019

Table 13

Article XI, Section 5 of the State of Texas Constitution states in part:

> ". . . no tax for any purpose shall ever be lawful for any one year, which shall exceed two and one-half percent of the taxable property of such city."

As a home rule city, the City of Saginaw, Texas is not limited on the amount of debt it may issue. The City's Charter provides that general property taxes are limited to $1.50 per $100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation bonds.

The rate for fiscal year 2019 was established at $.4718 per $100 of assessed valuation based on 100% of appraised value.

City of Saginaw, Texas
Demographic Statistics
Last Ten Fiscal Years

Table 14

Fiscal Year	Population	Personal Income	Per Capita Income (1)	School Enrollment (2)	Unemployment Rate (3)
2009/10	19,500	520,591,500	26,697	16,663	8.40%
2010/11	19,801	531,538,044	26,844	17,180	8.30%
2011/12	19,995	536,745,780	26,844	17,600	7.80%
2012/13	20,140	540,638,160	26,844	18,132	6.00%
2013/14	20,370	546,812,280	26,844	18,580	5.00%
2014/15	20,480	580,587,520	28,349	19,198	4.00%
2015/16	20,740	569,416,700	27,455	19,582	4.10%
2016/17	21,320	589,839,120	27,666	19,293	3.40%
2017/18	21,730	691,818,010	31,837	20,050	3.20%
2018/19	22,380	677,285,940	30,263	21,027	3.20%

Sources:
1. US Census American Community Survey
2. Eagle Mountain-Saginaw Independent School District
   Enrollment is for the district. Enrollment for schools within the City of Saginaw is 5,735.
3. Bureau of Labor Statistics

City of Saginaw, Texas
Principal Employers
Current Year and Ten Years Ago

Table 15

2019			2010		
Employer	Employees	Percentage of Total City Employment	Employer	Employees	Percentage of Total City Employment
Eagle Mountain-Saginaw ISD	2,668	32%	Eagle Mountain-Saginaw ISD	2,065	
CTI Beanmaker&Chefco Foods	435	5%	Wal Mart	483	
Ventura Foods	410	5%	Universal Forest Products	225	
Walmart Supercenter #5316	400	5%	Durham Transportation	217	
Trinity North Amer. Freight Car	375	4%	Ranger Fire Protection	200	
Anchor Fabrication Corp.	310	4%	Ventura Foods	172	
Texas Army National Guard	250	3%	TX-RSMS Maintenance	170	
BANA Incorporated	230	3%	Anchor Fabrication	160	
Ranger Fire Inc	200	2%	Bana Box Incorporated	160	
Russo Corporation	200	2%	Trinity Industries	132	

Source: City Economic Development Department.
Note: Percentage of Total City Employment not available for 2010
EMS ISD is for the district. Employment for schools within the City of Saginaw is 917.

City of Saginaw, Texas

Table 16

Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

	Full-time Equivalent Employees as of October 1									
	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Function/Program										
General government:										
Administration	8.0	8.0	8.0	8.0	8.0	7.0	7.0	7.0	7.0	7.0
Municipal court	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0
Information Technology (c)	2.0	-	-	-	-	-	-	-	-	-
Public Safety:										
Fire	28.0	27.0	27.0	27.0	27.0	27.0	27.0	27.0	27.0	26.0
Police	50.0	46.5	46.5	45.5	44.5	44.5	44.5	44.5	43.5	43.5
Public Works:										
Streets	9.0	9.0	9.0	9.0	9.0	9.0	9.0	9.0	11.0	9.0
Parks maintenance (a)	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-	-
Building inspections	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0	4.0	4.0
Code enforcement (b)	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	-	-
Animal services	4.5	4.5	4.5	4.5	3.5	3.0	3.0	3.0	4.0	4.0
City garage	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Economic development	1.0	-	-	-	-	-	-	-	-	0.5
Community services	7.5	7.5	7.0	7.0	6.0	6.0	6.0	6.0	6.0	8.5
Library	8.0	8.0	8.0	8.0	8.0	8.0	9.0	9.0	9.0	9.0
Water/wastewater	18.0	17.0	17.0	16.0	16.0	16.0	16.0	16.0	16.5	16.5
Drainage	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.5	2.5
Total	150.0	141.5	141.0	139.0	136.0	133.5	134.5	134.5	135.5	135.5

Source: City Budgets/Human Resources

(a) Previously reported in Streets

(b) Previously reported in Bldg Inspections

(c) Previously reported in Administration

City of Saginaw, Texas
Operating Indicators by Function/Program
Last Ten Fiscal Years

	Fiscal Year		
	2019	2018	2017
Function/Program			
Police:			
Stations	1	1	1
Licensed Officers	41	40	39
Patrol units on duty at any one time	4	4	4
Fire:			
Stations	2	2	2
Firefighter/paramedics	26	25	24
Library :			
Number of libraries	1	1	1
Volumes in collection	59,893	59,220	59,029
Average monthly circulation	7,438	7,599	7,358
Average monthly visitors	5,977	6,250	6,653
Public works:			
Streets (miles)	89.4	86.6	85.4
Streetlights*	1,223	1,198	1,187
Parks and recreation:			
Acreage	101	101	101
Parks	7	7	7
Recreation Centers	1	1	1
Senior/community Centers	2	2	2
Water:			
Number of water customers	8,052	7,841	7,606
Annual water consumption (1,000 gallons	1,077,595	1,106,653	1,020,550
Daily consumption (1,000 gallons)	2,952	3,032	2,796
Water mains (miles)	119.0	116.4	114.9
Fire hydrants**	1,139	835	823
Storage capacity (thousands of gallons)	4,250	4,250	4,250
Wastewater:			
Number of wastewater customers	7,878	7,700	7,477
Wastewater treated annually (1,000 gallo	1,027,571	838,637	804,134
Sanitary sewers (miles)	87.3	85.0	83.9
Storm sewers (miles)	18.5	17.9	17.1

Sources: Various city departments.

Note: No capital asset indicators are available for the general government.

* Number of Streetlights restated in 2015 based on street light audit

** Number of fire hydrants restated as a result of mapping update

Fiscal Year						
2016	2015	2014	2013	2012	2011	2010
1	1	1	1	1	1	1
38	38	38	38	38	38	39
4	4	4	4	4	4	4
2	2	2	2	2	2	2
24	24	24	24	24	24	24
1	1	1	1	1	1	1
58,302	58,138	59,816	56,420	55,838	54,830	53,358
7,522	8,280	10,895	11,590	9,877	12,200	11,500
6,690	5,934	11,338	15,485	13,749	12,967	10,356
83.4	82.8	81.7	79.2	79.2	78.5	78.5
1,135	1,131	1,120	1084	1,084	1,074	1,058
101	100	100	100	100	100	100
7	7	7	7	7	7	7
1	1	1	1	1	1	1
2	2	2	2	2	2	2
7,427	7,227	7,133	7,042	6,964	6,935	6,812
967,332	1,008,306	1,083,712	1,032,241	1,109,997	1,174,505	1,047,830
2,643	2,763	2,969	2,828	3,041	3,218	2,871
113.7	113.3	112.2	109.5	109.5	108.6	107.8
809	803	795	766	766	751	741
4,250	4,250	4,250	4,250	4,250	4,250	4,250
7,307	7,107	7,013	6,930	6,859	6,830	6,722
915,347	825,789	739,594	750,644	858,778	785,139	773,199
83.1	82.8	81.8	79.8	79.8	79.5	79.2
17.0	16.8	16.7	15.9	15.9	15.0	14.9

City of Saginaw, Texas
Continuing Financial Disclosure Tables

The Continuing Financial Disclosure Tables portion of the Statistical section presents various financial data originally distributed in a debt official statement. The City is required to update financial tables originally distributed in a debt official statement within six months after the end of each fiscal year. The financial tables that follow are updated through September 30, 2019. The last debt issue was sold in fiscal year ending September 30, 2019. This information is also sent to the Municipal Securities Rule Making Board (the "MSRB") or filed with the United States Securities and Exchange Commission (the "SEC") as permitted by SEC Rule 15c2-12. The information is also available to the public on the MSRB's Internet Website www.emma.msrb.org.

City of Saginaw, Texas
Continuing Financial Disclosure Tables
General Obligation Tables

ASSESSED VALUATION		TABLE GO-1
2018 Actual Total Appraised Value of Taxable Property (100% of Actual)*		$ 2,253,545,377
Less Adjustments to Market Value:		
Agriculture Productivity Value Loss	14,228,600	
Abatement	36,229,653	
Disabled and Deceased Veterans' Exemptions	14,123,011	
Freeport Property	52,541,801	
Local, Option Over-65 / Disabled	61,729,647	
Pollution Control	310,218	
Solar/Wind/Other	3,276,220	
Totally Exempt Property	169,752,822	
Cases before ARB and Incomplete Accounts	57,421,735	
Total Adjustments to Market Value:		409,613,707
2018 Certified Net Taxable Assessed Valuation		$1,843,931,670

*See "AD VALOREM TAX PROCEDURES" and "CITY APPLICATION OF THE TEXAS TAX CODE" in the Official Statement for a description of the Issuer's taxation procedures.

Source: Tarrant County Appraisal District - September certified values

GENERAL OBLIGATION BONDED DEBT		TABLE GO-2
(As of September 30, 2019)		
General Obligation Debt Principal Outstanding:		
Combination Tax and Revenue Certificates of Obligation, Series 2009		$ 615,000
Combination Tax and Revenue Certificates of Obligation, Series 2010		1,170,000
General Obligation Refunding Bonds, Series 2012		1,215,000
General Obligation Refunding and Improvement Bonds, Series 2013		6,505,000
General Obligation Refunding Bonds, Series 2014		1,330,000
General Obligation Bonds, Series 2015		6,440,000
General Obligation Refunding Bonds, Series 2015		1,210,000
General Obligation Refunding Bonds, Series 2016		3,860,000
General Obligation Refunding Bonds, Series 2017		7,295,000
2019 Tax Notes		2,000,000
Total Gross General Obligation Debt Principal Outstanding:		$ 31,640,000
Less: Self-Supporting General Obligation Debt Principal		
General Obligation Refunding Bonds, Series 2014		$ 210,000
General Obligation Refunding Bonds, Series 2015		1,210,000
Total Self-Supporting General Obligation Debt		$ 1,420,000
Total Net General Obligation Debt Principal Outstanding:		$ 30,220,000
General Obligation Interest and Sinking Fund Balance as of September 30, 2019		$ 1,209,970
Ratio of Gross General Obligation Debt Principal to 2018 Net Assessed Valuation		1.72%
Ratio of Net General Obligation Debt Principal to 2018 Net Assessed Valuation		1.64%
2018 Net Taxable Assessed Value		$1,843,931,670
Population: 1980 - 5,736; 1990 - 8,551; 2000 - 12,374; Current (Estimate) -		22,380
Per Capita 2018 Net Taxable Assessed Valuation -		$ 82,392
Per Capita Gross General Obligation Debt Principal -		$ 1,414
Per Capita Net General Obligation Debt Principal -		$ 1,350

OTHER OBLIGATIONS — TABLE GO-3

Capital Lease Obligations

The City has no capital lease obligations at September 30, 2019.

FUND BALANCES — TABLE GO-4

(As of September 30, 2019)

General Operating Fund (Undesignated)		$ 9,054,139
General Obligation Debt Service (I&S) Fund		1,209,970
Special Revenue Funds		6,933,310
Capital Projects Fund		7,418,377
Enterprise Fund (Undesignated)		4,841,418
Revenue Bond Reserve		157,079
Revenue Bond Debt Service (I&S) Reserve		29,006
General Fund Emergency Reserve		2,550,000
Enterprise Fund Emergency Reserve		2,200,000
Enterprise Fund (Designated)		2,621,812
	Total	$ 37,015,110

City of Saginaw, Texas
Continuing Financial Disclosure Tables
General Obligation Tables

PRINCIPAL TAXPAYERS 2018-2019 — TABLE GO-5

Name	Type of Business	2018 Net Taxable Assessed Valuation	% of Total 2018 Net Taxable Assessed Valuation
Miller Milling Company LLC	Food Processing Plant	$ 72,203,100	3.92%
CTI Holdings	Food Processing Plant	42,954,527	2.33%
Ventura Foods	Food Processing Plant	37,503,749	2.03%
Trinity Industries	Manufacturing	28,598,678	1.55%
Walmart	Retail	19,596,588	1.06%
Ardent Mills LLC	Food Processing Plant	17,172,094	0.93%
BNSF Railway Company	Transportation	16,571,857	0.90%
Trinity Tank Car Inc	Manufacturing	13,536,086	0.73%
Oncor Electric Delivery LLC	Commercial Utility	13,174,800	0.71%
DOS Projects LP	Food Processing Plant	12,820,498	0.70%
	Total	$274,131,977	14.87%

2018 Net Taxable Assessed Valuation on September 2018 $1,843,931,670

Source: Tarrant County Appraisal District

PROPERTY TAX RATES AND COLLECTIONS — TABLE GO-6

Tax Year	Net Taxable Assessed Valuation	Tax Rate	Tax Levy	% Collections Current	% Collections Total	Fiscal Year Ended
2009	1,137,872,458	0.4491	5,444,770	99.01%	99.84%	9-30-10
2010	1,112,366,436	0.4840	5,436,187	99.18%	99.89%	9-30-11
2011	1,192,700,025	0.4800	5,724,960	99.41%	99.93%	9-30-12
2012	1,164,124,528	0.4900	5,739,750	99.39%	99.92%	9-30-13
2013	1,219,320,151	0.5100	6,223,951	99.37%	99.90%	9-30-14
2014	1,275,728,662	0.5100	6,484,972	99.43%	99.93%	9-30-15
2015	1,316,353,549	0.5440	7,175,560	99.53%	99.89%	9-30-16
2016	1,441,352,872	0.5130	7,557,636	99.42%	99.84%	9-30-17
2017	1,570,202,200	0.4950	8,075,537	99.40%	99.62%	9-30-18
2018	1,843,931,670	0.4718	8,893,539	99.51%	99.51%	9-30-19

Source: Tarrant County Appraisal District, and the City's Comprehensive Annual Financial Reports.

TAX RATE DISTRIBUTION — TABLE GO-7

	2018-19	2017-18	2016-17	2015-16	2014-15	2013-14	2012-13
General Fund	$0.2911	$0.2842	$0.2933	$0.2919	$0.2985	$0.2890	$0.3001
I & S Fund	$0.1807	$0.2108	$0.2197	$0.2521	$0.2115	$0.2210	$0.1899
TOTAL	$0.4718	$0.4950	$0.5130	$0.5440	$0.5100	$0.5100	$0.4900

GENERAL FUND COMBINED STATEMENT OF REVENUES AND EXPENDITURES
AND CHANGES IN FUND BALANCES — TABLE GO-8

	Fiscal Year Ended September 30				
	2019	2018	2017	2016	2015
Revenues:					
Taxes	$12,454,203	$11,206,947	$10,761,311	$10,124,958	$10,089,566
Licenses and Permits	858,901	951,542	929,188	740,192	627,876
Charges for Services	87,150	84,000	84,000	83,000	80,000
Fines and Fees	509,672	505,110	518,907	635,652	665,378
Interest Income	295,148	191,974	84,195	32,068	5,183
Recreation Income	524,686	520,798	496,969	487,081	512,677
Intergovernmental	216,779	135,821	156,018	178,257	173,618
Miscellaneous Revenues	224,606	601,504	122,222	129,032	112,137
Total Revenues	$15,171,145	$14,197,696	$13,152,810	$12,410,240	$12,266,435
Expenditures:					
Current:					
General Administrative Office	$1,846,648	$1,774,678	$1,647,854	$1,492,131	$1,632,392
Municipal Court	212,743	168,421	187,886	184,973	185,158
Fire	3,826,258	3,982,620	3,280,597	3,177,233	2,932,965
Police	5,284,720	4,546,478	4,144,841	4,002,172	3,864,955
Public Works	1,835,898	1,609,303	1,354,767	1,263,892	1,268,270
Parks	379,478	339,015	352,766	266,949	240,528
Community services	998,499	959,782	990,618	918,907	861,581
Library	601,026	569,005	568,246	537,893	520,281
Inspection	600,849	579,082	849,217	825,017	705,189
Animal Services *	329,854	398,633	-	-	-
Fleet Maintenance	434,837	456,219	471,007	399,692	493,996
Economic Development	243,050	567,978	46,520	50,197	19,363
Information Technology **	327,680	-	-	-	-
Total Expenditures	$16,921,540	$15,951,214	$13,894,319	$13,119,056	$12,724,678
Excess (Deficit) of Revenues Over Expenditures	$ (1,750,395)	$ (1,753,518)	$ (741,509)	$ (708,816)	$ (458,243)
Other Financing Sources (Uses):					
Transfers In	1,797,112	1,705,322	1,697,052	1,632,566	1,582,674
Transfers Out	(42,970)	-	-	(24,423)	(1,007,763)
Total Other Financing Sources (Uses)	$ 1,754,142	$ 1,705,322	$ 1,697,052	$ 1,608,143	$ 574,911
Excess (Deficit) of Revenues/Other Sources Over Expenditures/Other Uses	3,747	(48,196)	955,543	899,327	116,668
Fund Balance - Beginning of Year	11,600,392	11,648,588	10,693,045	9,793,718	9,677,050
Fund Balance - September 30	$11,604,139	$11,600,392	$11,648,588	$10,693,045	$ 9,793,718

Source: The Issuer's Comprehensive Annual Financial Reports

* Prior to 2018 Animal Services was included in Inspections

** Prior to 2019 Information Technology was included in General Administrative Office

City of Saginaw, Texas
Continuing Financial Disclosure Tables
Revenue Debt Tables

REVENUE BOND DEBT PRINCIPAL DATA — TABLE REV-1

(As of September 30, 2019)

Revenue Bond Debt Principal Outstanding:	
Waterworks and Sewer System Revenue Refunding Bonds, Series 2010	$ 50,000
Tota Revenue Debt Principal Outstanding	$ 50,000
Plus: Waterworks and Sewer System General Obligation Debt Principal	
General Obligation Refunding Bonds, Series 2014	$ 210,000
General Obligation Refunding Bonds, Series 2015	1,210,000
Total Waterworks and Sewer System General Obligation Debt	$ 1,420,000
Total Revenue Debt Principal Outstanding	$ 1,470,000

CONDENSED WATERWORKS AND WASTEWATER SYSTEM OPERATING STATEMENT — TABLE REV-2

	Fiscal Year Ending September 30				
	2019	2018	2017	2016	2015
Revenues[(a)]	$10,924,433	$ 10,951,857	$ 9,485,704	$ 9,083,332	$ 9,268,305
Expenses	8,903,304	9,477,554	8,383,924	7,420,919	6,617,157
Net Revenue Available for Debt Service	$ 2,021,129	$ 1,474,303	$ 1,101,780	$ 1,662,413	$ 2,651,148
Annual Revenue Bond Debt Service Requirements	$ 53,000	$ 54,500	$ 241,400	$ 461,578	$ 529,885
Revenue Debt Service Coverage	38.13 x	27.05 x	4.56 x	3.60 x	5.00 x
Annual Debt Service Requirements for all Bonds Paid from System Revenues	$ 280,005	$ 285,372	$ 471,041	$ 567,880	$ 599,343
Debt Service Coverage on all Bonds Paid from System Revenues	7.22 x	5.17 x	2.34 x	2.93 x	4.42 x
Customer Count :					
Water	8,052	7,841	7,606	7,427	7,227
Wastewater	7,878	7,700	7,477	7,307	7,107
[(a)] *Does not include Impact Fees of:*	$ 300,751	$ 391,118	$ 476,198	$ 455,143	$ 369,298

Revenues include operating, interest income, and tap fees. Impact fees are not included in revenues and may be used for debt service, if required.

COVERAGE OF THE BONDS — TABLE REV-3

(As of September 30, 2019)

Fiscal Year 2018 Net Revenues Available for Debt Service	$ 2,021,129
Following the Issuance of the Bonds:	
Maximum Revenue Debt Service Requirement Excluding Self-Supporting General Obligation Debt (2019)	$ 51,500
Coverage	39.25 X
Maximum Debt Service Requirement Including Self-Supporting General Obligation Debt (2019)	$ 279,637
Coverage	7.23 X
Average Annual Revenue Debt Service Requirement Excluding General Obligation Debt (2019-2020)	$ 52,250
Coverage	38.68 X
Average Annual Debt Service Requirement Including Self-Supporting General Obligation Debt (2019-2027)	$ 198,929
Coverage	10.16 X

SELF-SUPPORTING WATERWORKS AND WASTEWATER SYSTEM OBLIGATIONS
HISTORICALLY PAID FROM NET SYSTEM REVENUES — TABLE REV-4

(As of September 30, 2019)

	Principal Oustanding	Amount of Principal Self-Supporting
General Obligation Refunding Bonds, Series 2014	$ 1,330,000	$ 210,000
General Obligation Refunding Bonds, Series 2015	$ 1,210,000	$ 1,210,000
Total	$ 2,540,000	$ 1,420,000

Fiscal Year Ending Sept. 30	Self-Supporting General Obligation Debt Requirements	Waterworks and Wastewater System Debt Service	Total Debt Service Being Supported by Net System Revenues
2020	228,137	51,500	279,637
2021	234,171	-	234,171
2022	240,006	-	240,006
2023	165,642	-	165,642
2024	167,672	-	167,672
2025	169,603	-	169,603
2026	166,435	-	166,435
2027	168,267	-	168,267
	$ 1,539,933	$ 51,500	$ 1,591,433

REVENUE BONDS AUTHORIZED BUT UNISSUED — TABLE REV-5

Date Authorized	Purpose	Amount Authorized	Issued To Date	Unissued
06-30-51	Wastewater Improvements	$ 100,000	$ 20,000	$ 80,000

Note: The City has no plans to issue these bonds.

WATER RATES — TABLE REV-6

(Based on Monthly Billing)

	Rates Effective October 1, 2017
Residential	
First 2,000 Gallons	$15.38 (minimum)
3,000 to 10,000 Gallons	4.77 /M Gallons
Over 10,000 Gallons	5.07 /M Gallons
Multi-Family (Per Dwelling Unit)	
First 2,000 Gallons	$15.38 (minimum)
3,000 to 8,000 Gallons	5.07 /M Gallons
Over 8,000 Gallons	6.13 /M Gallons
Commercial / Industrial	
First 2,000 Gallons	$15.38 (minimum)
3,000 to 10,000 Gallons	5.07 /M Gallons
Over 10,000 Gallons	6.13 /M Gallons

PRINCIPAL WATER CUSTOMERS 2017-2018 — TABLE REV-7

(As of September 30, 2019)

Name of Customer		Average Monthly Consumption (Gals.)	Average Monthly Bill
CTI Foods		9,355,833	$ 56,257.12
DOS Project		3,773,333	21,189.80
Ventura Foods		3,215,500	19,635.22
Eagle Mnt/Saginaw ISD		1,128,083	6,828.30
Williamsburg Village Apartments		740,500	5,032.20
DR Horton Homes		635,917	4,781.02
Tiger Spa Car Wash		597,667	3,598.14
Ergon Ashpalt & Emulsions, Inc.		593,167	3,641.62
Zip's Car Wash, LLC		446,250	2,679.39
Saginaw Crossing Apartments		408,917	2,812.30
	Total	20,895,167	$ 126,455

City of Saginaw, Texas
Continuing Financial Disclosure Tables
Revenue Debt Tables

WASTEWATER RATES — TABLE REV-8

(Based on Monthly Billing)

	Rates Effective October 1, 2018
Residential	
First 2,000 Gallons	$17.36 (minimum)
Next 18,000 Gallons	2.73 /M Gallons
Multi-Family (Per Dwelling Unit)	
First 2,000 Gallons	$17.36 (minimum)
Over 2,000 Gallons	4.74 /M Gallons
Commercial / Industrial (Non-Monitored)	
First 2,000 Gallons	$19.06 (minimum)
Over 2,000 Gallons	4.74 /M Gallons
Commercial / Industrial (Monitored)	
First 2,000 Gallons	Based on Formula
Over 2,000 Gallons	4.74 /M Gallons

PRINCIPAL WASTEWATER CUSTOMERS 2017-2018 — TABLE REV-9

(As of September 30, 2019)

Name of Customer	Average Monthly Bill
Williamsburg Village Apartments	$ 4,758.67
Camelot Square Apartments	3,580.56
Eagle Mnt/Saginaw ISD	3,024.04
Saginaw Crossing Apartments	2,726.27
Tiger Spa Car Wash	2,724.02
DR Horton Homes	2,662.27
Zip's Car Wash	2,014.60
Argos - Southern Star Concrete	1,381.02
American Homes 4 Rent	1,372.09
Qualwash, Inc	1,294.91
Total	$ 25,538.45

WASTEWATER SYSTEM PRODUCTION — TABLE REV-10

Volumes, average daily and peak daily flow for the Wastewater System for the past ten years are shown below.

Fiscal Year	Annual Sewage Flow (000s Gallons)	Average Daily Flow (000s GPD)	Peak Daily Flow and Date (MGD)	
2010	968,278	2,653	6.7	11-07-09
2011	785,139	2,178	6.5	04-15-11
2012	858,778	2,353	8.2	03-20-12
2013	750,644	2,057	6.6	09-25-13
2014	739,594	2,026	4.0	12-20-13
2015	825,789	2,262	6.3	05-29-15
2016	915,347	2,508	6.2	12-28-15
2017	804,134	2,203	6.3	09-14-17
2018	838,637	2,298	4.7	03-01-18
2019	1,027,571	2,815	6.0	10-16-18